

**UNITED STATES BANKRUPTCY COURT  
DISTRICT OF DELAWARE**

In re SCO Operations, Inc.<sup>(1)</sup>  
Debtor

Case No. 07-11338 (KG)  
Reporting Period: as of 07/31/09

**MONTHLY OPERATING REPORT**  
File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

<b>REQUIRED DOCUMENTS</b>	<b>Form No.</b>	<b>Document Attached</b>	<b>Explanation Attached</b>
Schedule of Cash Receipts and Disbursements	MOR-1	Yes	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a	Yes	
Schedule of Professional Fees Paid	MOR-1b	Yes	
Copies of bank statements		N/A	
Cash disbursements journals		N/A	
Statement of Operations	MOR-2	Yes	
Balance Sheet	MOR-3	Yes	
Status of Postpetition Taxes	MOR-4	Yes	
Copies of IRS Form 6123 or payment receipt		N/A	
Copies of tax returns filed during reporting period		N/A	
Summary of Unpaid Postpetition Debts	MOR-4	Yes	
Listing of aged accounts payable	MOR-4	Yes	
Accounts Receivable Reconciliation and Aging	MOR-5	Yes	
Debtor Questionnaire	MOR-5	Yes	

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

\_\_\_\_\_  
Signature of Debtor

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of Joint Debtor

\_\_\_\_\_  
Date

1/Julie  
\_\_\_\_\_  
Signature of Authorized Individual\*

12/23/09  
\_\_\_\_\_  
Date

\_\_\_\_\_  
Printed Name of Authorized Individual

Ken Norson  
\_\_\_\_\_  
Title of Authorized Individual

<sup>(1)</sup>The Debtors and the last four digits of each of the Debtors' federal tax identification number are as follows:

(a) The SCO Group, Inc., a Delaware corporation, Fed. Tax Id. #2823; and (b) SCO Operations, Inc.,

The Debtors are jointly administered under the caption The SCO Group, Inc., et al., Case No. 07-11337 (KG), a Delaware corporation, Fed. Tax Id. #7393. The address for both Debtors is 355 South 520 West, Lindon, UT 84042.

\*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

## DISCLAIMER

The Monthly Operating Reports are limited in scope, cover a limited time period, and have been prepared solely for the purpose of complying with the monthly reporting requirements of the Bankruptcy Court and the United States Trustee. Furthermore, the Monthly Operating Reports contain information that has not been audited or reviewed by the Company's independent registered public accounting firm, has not been presented in accordance with U.S. generally accepted accounting principles ("GAAP"), and may be subject to future reconciliation and adjustments. Without limiting the foregoing, the financial information in the Monthly Operating Reports is unaudited and does not purport to present the financial statements of any of the Debtors in accordance with GAAP, and therefore may exclude items required by GAAP, such as certain reclassifications, eliminations, accruals, impairments and disclosure items. For example, among other matters, the value of (including without limitation the actual or likely sales prices for) many of the assets shown on the balance sheets included in the Monthly Operating Reports will be substantially less than what is shown in such information. The Company cautions readers not to place undue reliance upon the Monthly Operating Reports. There can be no assurance that the information in the Monthly Operating Reports is complete. The Monthly Operating Reports are in a format required by the United States Trustee and should not be used for investment purposes. The information in the Monthly Operating Reports should not be viewed as indicative of future results. This Disclaimer applies to all information contained herein.

This Monthly Operating Report reflects financial information of the debtors prior to the appointment of the Chapter 11 Trustee. As the Trustee and its financial advisors have not had sufficient time to review all of the historical information previously reported by the Debtors, the Trustee reserves the right to amend these Monthly Operating Reports, including categorizing some liabilities as pre or post petition obligations. Filing this Monthly Operating Report shall not be deemed an admission by the Trustee as to the characterization of an obligation as pre or post petition.

Historically, the Company may not have distinguished between direct liabilities of debtor and non -debtor companies. The Trustee with its financial advisors is conducting a thorough analysis of the intercompany arrangement among the debtors and the non-debtor subsidiaries and reserves the right to modify these MOR's upon completion of its review.

## SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be per the debtor's books, not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. The amounts reported in the "PROJECTED" columns should be taken from the SMALL BUSINESS INITIAL REPORT (FORM IR-1). Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1a]

	BANK ACCOUNTS	07/01/2009 through 07/31/2009	CUMULATIVE FILING TO DATE
	OPER. PAYROLL TAX OTHER	ACTUAL	ACTUAL
<b>CASH BEGINNING OF MONTH</b>		\$1,910,897	\$5,914,445
<b>RECEIPTS</b>			
CASH SALES			
ACCOUNTS RECEIVABLE	N/A	902,755	25,800,421
LOANS AND ADVANCES			
SALE OF ASSETS			
OTHER (ATTACH LIST)		59,252	2,658,421
TRANSFERS (FROM DIP ACCTS)			
<b>TOTAL RECEIPTS</b>		\$962,007	\$28,458,842
<b>DISBURSEMENTS</b>			
NET PAYROLL		216,195	7,246,166
PAYROLL TAXES		89,614	3,531,678
SALES, USE, & OTHER TAXES		152	72,955
INVENTORY PURCHASES		6,887	707,374
SECURED/ RENTAL/ LEASES		42,351	1,150,090
INSURANCE		60,933	2,334,102
ADMINISTRATIVE & SELLING		124,090	5,150,125
NON-BANKRUPTCY PROFESSIONAL FEES		87,626	1,766,181
OTHER (ATTACH LIST)		2,398	1,136,043
OWNER DRAW *		0	
TRANSFERS (TO DIP ACCTS)			
<b>PAYMENTS TO SUBSIDIARIES UNDER INTERCOMPANY AGENCY AGREEMENTS &amp; ARRANGEMENTS</b>		252,870	6,962,435
PROFESSIONAL FEES		239,209	2,494,984
U.S. TRUSTEE QUARTERLY FEES		10,725	81,300
COURT COSTS			
<b>TOTAL DISBURSEMENTS</b>		\$1,133,050	\$32,633,433
<b>NET CASH FLOW</b>		\$(171,043)	\$(4,174,591)
(RECEIPTS LESS DISBURSEMENTS)			
<b>CASH - END OF MONTH</b>	(SEE BANK ACCOUNTS LIST)	\$1,739,854	\$1,739,854

\* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

### THE FOLLOWING SECTION MUST BE COMPLETED

<b>DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)</b>	
<b>TOTAL DISBURSEMENTS</b>	\$1,133,050
LESS: TRANSFERS TO DEBTOR IN POSSESSION ACCOUNTS	\$ -
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	\$ -
<b>TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES</b>	\$1,133,050

FORM MOR-1  
(4/07)

Notes:

(1) The initial MOR incorrectly included consolidated cash balances from subsidiaries. This amount reflects cash only held in SCO Operations, Inc. bank accts.

**Other Receipts/Disbursements Attachment**

	<b>07/01/2009 through 07/31/2009</b>	<b>CUMULATIVE FILING TO DATE</b>
<b>Other Receipts</b>		
Interest	\$616	\$222,246
Sale Of Asset		509,525
Royalty from Japan	53,135	855,779
Employee Reimbursement & Refunds		31,440
Restricted Cash - Novell SVRx	2,221	685,202
Tax Refund		2,948
Cobra Refund		25,703
Refund from Vendor		106,501
FX	3,280	219,065
Total	<hr/> \$59,252	<hr/> \$2,658,409
 <b>Other Disbursements</b>		
Novell SVRx Fee		460,962
Leasehold Improvement		22,917
Security Deposit		225,000
Refund		-
Bank Fees	2,398	66,883
FX		360,281
Total	<hr/> \$2,398	<hr/> \$1,136,043

FORM MOR-1 (CONT'D)  
(04/07)

**BANK RECONCILIATIONS****Continuation Sheet for MOR-1**

A bank reconciliation must be included for each bank account. The debtor's bank reconciliation may be substituted for this page.

	Operating	Payroll	Tax	Other
#	#	#	#	#

**BALANCE PER BOOKS****BANK BALANCE**

(+) DEPOSITS IN TRANSIT (ATTACH LIST)

(-) OUTSTANDING CHECKS (ATTACH LIST)

OTHER (ATTACH EXPLANATION)

ADJUSTED BANK BALANCE \*

\* Adjusted bank balance must equal  
balance per books

**DEPOSITS IN TRANSIT**

See attestation letter

**CHECKS OUTSTANDING****OTHER**

0

Re: The SCO Group, Inc., et al.  
Del. Bankr. No. 07-11337  
Attestation Regarding Bank Account Reconciliation

Office of the United States Trustee

The above-captioned debtors (the "Debtors") hereby submit this attestation regarding bank account reconciliations in lieu of providing copies of bank statements and copies of all account reconciliations.

The Debtors have, on a timely basis, performed all bank account reconciliations in the ordinary course of its business. Copies of bank account statements and reconciliations are available for inspection upon request by the United States Trustee's Office.

Dated: 12/23/09

THE SCO GROUP, INC. and SCO OPERATIONS, INC.

By: Kyle

## SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID

(This schedule is to include all retained professional payments from case inception to current month)

Payee	Period Covered	Amount Approved	Payor	Check		Amount Paid		Amount Applied Fees Expenses
				Number	Date	Fees	Expenses	
Tanner	As of 9/25/07			601595	10/19/07	\$9,100		
Jackson Hole Advisors	10/1/07 to 10/31/07			601588	10/19/07	2,650		
Madsen	As of 9/24/07			601590	10/19/07	235		
Kim & Cho	As of 11/7/07		Wire	10/30/07		1,282		
Other Contractors	fr per 9/14			Various	October	90,000		
Berger Singerman	As of 9/30			601710	11/26/07	54,791		
Berger Singerman	As of 9/30			601660	11/9/07		5,990	
Kevin McBride	9/15/07 to 9/30/07			015131	11/5/07	3,860		
Epiq	September, 2007			601816	12/2/07	6,293		
Berger Singerman	October, 2007			000008	12/18/07	144,555		5,177
Boetticher Hasse	October, 2007			003034	12/11/07	632		22
Kevin McBride	October, 2007			015132	12/3/07	30,750		
Madsen & Austin	October, 2007			601804	12/18/07	646		
Madsen & Austin	November, 2007			000005	12/7/07	6,715		
Madsen & Austin	November, 2007			000004	12/5/07	8,650		
J. Harrison Coulter	Oct - Nov, 2007			601779	12/14/07	180		
Jackson Hole Advisors	Nov 07 - Jan 08			40012	1/25/08	7,950		
Tanner	Oct - Dec 2007			601900	1/15/08	37,787		2,198
Boetticher Hasse	Sept - Dec 2007			A33036	1/14/08	18,961		20
Kevin McBride	November, 2007			15133	1/10/08	20,000		
Madsen & Austin	November, 2007			601850	1/4/08	2,076		604
Coltrin & Associates	Oct 07 - Jan 08			601895	1/11/08	33,300		584
Coltrin & Associates	December, 2007			601907	1/18/2008			550
Donohue Advisory Assoc	Oct - Dec 2007			40008	1/25/08	26,378		
Epiq	November, 2007			601868	8/6/07	1,763		1,012
Berger Singerman	November, 2007			40032	1/25/08	237,059		13,072
Pachulski	9/15 - 9/30 2007			601874	1/11/08	23,986		5,697
Jackson Hole Advisors	March 2008			400094	2/15/08	2,650		
Kevin McBride	December, 2007			15134	2/5/08	20,000		
Madsen & Austin	February 2008			601971	2/8/08	2,282		
Donohue Advisory Assoc	December 2007			601931	2/1/08	400		
Epiq	Dec 07 - Jan 08			601932	2/1/08	965		1,288
Berger Singerman	December 2007			601994	2/22/08	17,714		160
Pachulski	0-Jan			40050	2/15/08	113,633		10,685
Mesirow	Sept 14 - Nov 07			40041	2/5/08	359,911		48,702

## SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID

(This schedule is to include all retained professional payments from case inception to current month)

Payee	Period Covered	Amount Approved	Payor	Check		Amount Paid	
				Number	Date	Fees	Expenses
Epiq	February 2008			40147	3/20/08	2,961	405
Mesitrow	December 2007			40099	3/7/08	18,436	
Mesitrow	Sept to Dec 2007			40155	3/20/08	41,276	48,702
Jackson Hole Advisors	March 2008			40094	3/7/08	2,650	
Tanner	January 2008			40103	3/7/08	151,785	437
Tanner	Oct to Dec 2007			40142	3/17/08	-	3,669
Boetticher Hasse	Dec 07 to Jan 08			3,3040	3/25/08	2,861	
Kevin McBride	January 2008			15138	3/10/08	20,000	
Madson & Austin	March 2008			40151	3/20/08	2,600	
J. Harrison Coulter	Jan to Feb 2008			40086	3/7/08	280	
Dorsey & Whitney LLP	Nov to Dec 2007			40163	3/25/08	30,927	
Dorsey & Whitney LLP	November 2007			15139	3/25/08	360	
J Harrison Colter	December 2007			40182	4/7/08	100	
Tanner & Co.	February 2008			40195	4/7/08	4,480	263
Tanner & Co.	February 2008			602020	4/15/08	21,815	1,224
Bowme of Dallas	March 2008			602024	4/18/08	1,305	
Berger Singerman	January 2008		Wire	4/2/08	40,429	1,907	
Kevin McBride	February 2008			15140	4/8/08	20,000	
Jackson Hole Advisors	March 2008			10602036	4/18/08	2,650	
Berger Singerman	February 08			40246	5/16/08	195,176	1,154
Berger Singerman	March-08			40246	5/16/08	89,912	1,118
Pachulski	September, 2007			40234	5/9/08	5,997	
Pachulski	November, 2007			40234	5/9/08	10,024	
Pachulski	October, 2007			40234	5/9/08	13,268	
Pachulski	December, 2007			40234	5/9/08	3,472	
Pachulski	January, 2008			40234	5/9/08	13,260	3,260
Pachulski	February, 2008			40234	5/9/08	20,807	3,660
Mesitrow	January - February, 2008			40215	5/20/08	31,278	
Tanner & Co	January, 2008			40225	5/6/08	22,753	283
Tanner & Co	April, 2008			602119	5/30/08	6,920	10
Broadridge	April, 2008			602109	5/30/08	13,552	
Bowme of Dalles	Sep, 2007 & Feb, 2008			40205	5/20/08	5,005	
Bowme of Dalles	March, 2008			602108	5/30/08	3,240	
Kevin McBride	March, 2008			15144	5/8/08	25,000	
Madson & Austin	January, 2008			N040232	5/9/08	3,066	653

## SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID

(This schedule is to include all retained professional payments from case inception to current month)

Payee	Period Covered	Amount Approved	Payor	Check		Amount Paid		Amount Applied Fees Expenses
				Number	Date	Fees	Expenses	
Madson & Austin	February, 2008			10602086	5/16/08	2,064		621
J. Harrison Coulter	March, 2008			40209	5/2/08	140		
Dorsey & Whitney, LLP	February, 2008			602105	5/23/08	43,121		797
Deloitte Management	May 2008			40285	6/23/08	4,400		
Dorsey & Whitney	March 2008			40260	6/6/08	17,355		896
Dorsey & Whitney	January 2008			40313	6/27/08	21,182		184
J. Harrison Coulter	April 2008			40256	6/6/08	340		
Jackson Hole Advisors	May 2008			40263	6/6/08	2,650		
Madsen & Austin	March to May 2008			40287	6/23/08	5,525		166
Tanner & Co	January to March 08			40324	6/27/08	29,677		2,204
Thakker & Thakker	January 2008			Wire	6/3/08	875		
Pachulski Stang Ziehl	March 2008			40319	6/27/08	3,911		
Pachulski Stang Ziehl	February 2008			40319	6/27/08	5,202		
Pachulski Stang Ziehl	January 2008			40319	6/27/08	3,315		
EPIQ Bankruptcy Solutions	May 2008			40314	6/27/08	9,035		
EPIQ Bankruptcy Solutions	March 2008			40262	6/6/08	33,661		
Berger Singerman PA	January 2008			40308	6/27/08	48,794		
Berger Singerman PA	February 2008			40308	6/27/08	10,107		
Berger Singerman PA	April 2008			40331	7/10/08	35,165		1,291
Berger Singerman PA	May 2008			40366	7/18/08	13,172		137
EPIQ Bankruptcy Solutions	May 2008			40368	7/18/08	2,539		422
Dorsey & Whitney, LLP	January to March 08			40341	7/10/08	16,750		92
J Harrison Colter	May 2008			40336	7/10/08	80		
Kevin McBride	April 2008			15155	7/10/08	20,000		
Kevin McBride	May 2008			15156	7/9/08	20,000		
Madson & Austin	June to July 2008			40370	7/18/08	7,488		
Tanner & Co	May 2008			40352	7/10/08	13,378		326
KEVIN McBRIDE	June 2008			015164	8/8/08	20,000		
MADSON & AUSTIN	January 2008			030015	8/8/08	925		
MADSON & AUSTIN	June to July 2008			040447	8/15/08	2,480		83
TANNER & CO	June 2008			040437	8/8/08	28,870		514
EPIQ BANKRUPTCY SOLUTI	June 2008			040486	8/29/08	1,269		504
MESIROW FINANCIAL CONS	Dec 2007 to Feb 2008			040410	8/1/08	20,653		
MESIROW FINANCIAL CONS	March 2008			040467	8/22/08	34,466		
DORSEY & WHITNEY LLP	Mar to May 2008			015167	8/8/08	3,050		1,097

## SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID

(This schedule is to include all retained professional payments from case inception to current month)

Payee	Period Covered	Amount Approved	Payor	Check		Amount Paid		Amount Applied Fees Expenses
				Number	Date	Fees	Expenses	
MERRILL COMMUNICATIONS	Oct 24, 2007 to Apr 26, 2008			040490	8/29/08	7,500		
PARR WADDOUPS BROWN GE	April 2008			040411	8/1/08	503		
EPIQ BANKRUPTCY SOLUTI	July 2008			40529	9/12/08	1,623		405
MESIROW FINANCIAL CONS	April 2008			40513	9/5/08	24,939		
MESIROW FINANCIAL CONS	May 2008			40533	9/12/08	14,920		
KEVIN MCBRIDE	August 2008			15161	9/3/08	20,000		
STEWART MCKELVEY	March to April 2008			40551	9/19/08	339		1
TANNER & CO	July 2008			40518	9/5/08	11,560		59
TRIAL TECH	April to May 2008			15163	9/3/08	14,060		6,374
BERGER SINGERMAN PA	July to Aug 2008			602170	10/17/08	16,218		565
KEVIN MCBRIDE	August 2008			15170	10/10/08	20,000		
TANNER & CO	May to July 2008			602159	10/10/08	29,530		
THE LITIGATION DOCUMENT	April to May 2008			15169	10/28/08			9,802
BERGER SINGERMAN	March 2008			40607	11/3/08	22,478		
BERGER SINGERMAN	June 2008			50222	11/21/08	52,371		2,195
EPIQ BANKRUPTCY SOLUTIONS	September 2008			40635	11/10/08	901		404
EPIQ BANKRUPTCY SOLUTIONS	August 2008			40683	11/21/08	815		478
MESIROW FINANCIAL CONS	March 2008			40685	11/21/08	5,000		
PACHULSKI STANG ZIEHL	March 2008			40686	11/21/08	15,644		2,923
TANNER & CO	August to Sept 08			40625	11/3/08	25,586		492
DORSEY & WHITNEY	April to May 2008			40616	11/3/08	13,191		860
DORSEY & WHITNEY	April to May 2008			40655	11/14/08	3,298		
KEVIN MCBRIDE	September 2008			15174	11/11/08	20,000		
MADSON & AUSTIN	September 2008			40621	11/3/08	2,500		120
MADSON & AUSTIN	September 2008			40662	11/14/08	855		
MADSON & AUSTIN	October			40705	11/26/08	858		
BERGER SINGERMAN	June 08			40719	12/5/08	13,093		
BERGER SINGERMAN	Sep 08			40745	12/12/08	15,000		
BERGER SINGERMAN	Sep 08			10792	12/23/08	12,387		331
EPIQ BANKRUPTCY SOLUTIONS	Oct 08			40753	12/12/08	6,042		1,231
PACHULSKI STANG ZIEHL	Apr., June 08			40733	12/5/08	17,755		2,536
PACHULSKI STANG ZIEHL	May 08			40760	12/12/08	6,533		2,725
DORSEY & WHITNEY	Sept. Oct 07			40725	12/5/08	25,000		
DORSEY & WHITNEY	Sept. Oct 07			40752	12/12/08	8,809		10
DORSEY & WHITNEY	Nov., Dec 07, Jun. July 08			40798	12/23/08	13,057		24

### SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID

(This schedule is to include all retained professional payments from case inception to current month)

Payee	Period Covered	Amount Approved	Payor	Check		Amount Paid		Amount Applied	
				Number	Date	Fees	Expenses	Fees	Expenses
TANNER & CO	Oct '08			40736	12/5/08	18,783			777
MESIROW	Mar '08			40758	12/12/08	3,617			
BERGER SINGERMAN	Oct '08			40844	1/9/09	8,436			356
BERGER SINGERMAN	Nov '08			40875	1/23/09	8,030			219
EPIQ BANKRUPTCY	Nov '08			40817	1/9/09	4,784			755
MESIROW	April '08			40886	1/23/09	1,000			
PACHULSKI STANG ZIEHL	July '08			40825	1/9/09	3,586			552
PACHULSKI STANG ZIEHL	Aug '08			40889	1/23/09	4,880			1,414
TANNER & CO	Nov '08			40833	1/9/09	9,711			78
DORSEY & WHITNEY	Aug to Sept '08			40816	1/9/09	4,782			13
DORSEY & WHITNEY	Aug to Sept '08			40879	1/23/09	5,709			81
KEVIN MCBRIDE	Oct '08			15177	1/1/09	20,000			
KEVIN MCBRIDE	Nov '08			15178	1/9/09	20,000			
THAKKER & THAKKER	Sept to Nov '08			40834	1/9/09	261			
VERDICT SYSTEMS	Feb '08			15176	1/1/09	595			
MADSON & AUSTIN	Sept '08			040885	1/23/09	2,518			
BERGER SINGERMAN	Dec '08			40946	2/13/09	53,862			1,288
EPIQ BANKRUPTCY	Dec '08			40953	2/13/09	1,536			567
PACHULSKI STANG ZIEHL	Apr to Sept			40957	2/13/09	21,499			1,889
DORSEY & WHITNEY	June to Oct '08			40952	2/13/09	10,366			25
TANNER & CO	Dec '08			40910	2/2/09	79,750			2,190
TANNER & CO	Jan '09			40994	2/27/09	36,494			3,506
TANNER & CO	July to Dec '08			227	2/13/09	17,703			1,406
BERGER SINGERMAN	Jan '09			41038	3/13/09	18,477			266
EPIQ BANKRUPTCY	Jan '09			41040	3/13/09	17,213			5,637
PACHULSKI STANG ZIEHL	Oct '08			41019	3/6/09	6,286			2,189
PACHULSKI STANG ZIEHL	Dec '08			41073	3/27/09	5,728			881
KEVIN MCBRIDE	Feb '09			15182	3/11/09	11,000			
TANNER & CO	Jan '09			41044	3/13/09	40,711			
TANNER & CO	Feb '09			41077	3/27/09	14,398			151
MADSON & AUSTIN	Sept '08			41027	3/6/09	3,000			
KEVIN MCBRIDE	1-Mar			15184	4/13/09	11,000			
THAKKER & THAKKER	Jan to Feb 2009			41106	4/9/09	220			2
TANNER & CO	Mar '09			41237	5/29/09	15,655			48
EPIQ BANKRUPTCY SOLUTI	Feb '09			41211	5/22/09	6,292			499

### SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID

(This schedule is to include all retained professional payments from case inception to current month)

Payee	Period Covered	Amount Approved	Payor	Number	Check		Amount Paid		Amount Applied Fees Expenses
					Date	Fees	Expenses	Fees	
AUSTIN RAPP & HARDMAN	Feb 09			41208	5/22/09			3,033	
KEVIN MCBRIDE	Apr 09			15185	5/7/09			11,000	
AUSTIN RAPP & HARDMAN	Feb to April 09			41244	6/5/09			2,747	
BERGER SINGERMAN	Feb to April 09			278	6/12/09			113,586	3,396
DORSEY & WHITNEY	Nov 08, Jan to Feb 09			41249	6/5/09			14,265	174
EPIQ BANKRUPTCY	Mar 09			41308	6/26/09			3,099	617
LANDMAN CORSSI BALLAIN	Jan 09			41253	6/5/09			803	13
TANNER & CO	Jan 09			41259	6/5/09			18,744	
TANNER & CO	Jan to Mar 09			41312	6/26/09			8,014	
BERGER SINGERMAN	Oct to Nov 2007			41319	7/2/09			90,226	
	Sept 07-Dec 07, Apr 08.								
	May 08, Jul to Dec 08.								
BERGER SINGERMAN	08-May 09			286	7/31/09			106,035	166
BOISE SCHILLER & FLEXNER	Mar to Jun 08			41372	7/30/09			48,647	
DORSEY & WHITNEY	Jan 09			41321	7/2/09			10,184	14
DORSEY & WHITNEY	Nov 08			41377	7/31/09			5,530	1,250
KEVIN MCBRIDE	Apr 09			15186	7/1/09			11,000	
KEVIN MCBRIDE	May 09			15187	7/6/09			11,000	
PACHULSKI, STANG, ZIEHL	Oct to Dec 08			41336	7/10/09			9,749	969
PACHULSKI, STANG, ZIEHL	Jan, Feb, Apr 09			41373	7/30/09			26,566	5,498
<b>SUBTOTAL</b>								\$4,020,907	\$240,257

**SCO OPERATIONS  
BANK ACCOUNTS**

BANK	ADDRESS	CITY	STATE	ZIP	COUNTRY	ACCOUNT NAME	ACCOUNT TYPE	ACCOUNT #	USD
AB	Ashford House Ashford House	P.O. Box 519, Tarr Street	Dublin 2	Ireland	SCO Operations Inc	USD	61348835		165,932 X
AB	Ashford House	P.O. Box 519, Tarr Street	Dublin 2	Ireland	SCO Operations Inc	GBP	61348861		614,810 X
AB	Ashford House	P.O. Box 518, Tara Street	Dublin 2	Ireland	SCO Operations Inc	EUR	61368667		210,568 X
AB	FSC Branch	Excise Walk	Dublin 1	Ireland	SCO Operations Inc	CREDIT CARD	089071788		28,049 X
Zions Bank	465 West 800 North	Clarendon Quay	84057	SCO Operations Inc	LOCKBOX	071026363			closed X
Zions Bank	465 West 800 North	Orem	84057	SCO Operations Inc	OPERATING	071026355			0 X
Zions Bank	465 West 800 North	Orem	84057	SCO Operations Inc	PAYOUT	071026348			717 X
Zions Bank	465 West 800 North	Orem	84057	SCO Operations Inc	SWEEP	082500026			339,449 X
Zions Bank	465 West 800 North	Orem	84057	SCO Operations Inc	MONEY MARKET	071502449			closed X
Zions Bank	465 West 800 North	Orem	84057	SCO Operations Inc	NEW OPERATING	071039852			374 X
Zions Bank	465 West 800 North	Orem	84057	SCO Operations Inc	NEW MONEY	071528947			closed X
Zions Bank	465 West 800 North	Orem	84057	SCO Operations Inc	MARKET	071528947			closed X
Zions Bank	465 West 800 North	Orem	84057	SCO Operations Inc	NEW CREDIT CARD	071029690			closed X
Wells Fargo Bankenje Services	465 West 800 North	Orem	84057	SCO Operations Inc	INTERMEDIARY ACCOUNT	071044499			37,314 X
Latin American Cash Party Cash	299 S. Main Street	5th Floor	84111	SCO Operations Inc	Investment	12821708			988,953 X
					Total Cash in SCO Ops BS	1,789,854			2,575 X
					Reconciled Cash -- Novell Uncaptured Disbursements	1,840,370			300 X
					Totals after restricted	(100,215)			
					Consolidation FX Adjustment	1,545,358			0
						1,545,358			

**FOREIGN  
SUBSIDIARY BANK  
ACCOUNTS**

Allied Irish Bank (IB)	81 St. Ailans Road Ballymun Pl.C Deutsche Bank Royal Bank of Canada	Hausmann Postfach 24	Watford 52244 Bad Honnef	Herts 75315 Paris Cedex	United Kingdom 9 France Germany	SCO Software (UK) Ltd The SCO Group GmbH CAD	GBP EUR CAD	00360040 30588-60001-7280313012 399773	52,651,11 43,193 11,906
Bank of America	DCM Building	16 Bamkhandla Rd	New Delhi	India	SCO Software (India) Pvt Ltd	INR	36474011-24325010	1,239,72	
HDFC Bank Ltd	(MeinOrahi) Sub-Branche	ShitayaEkmane Branch	ShitayaEkmane Branch	India	SCO Software (India) Pvt Ltd	INR	26100253	24,715	
Munro Bank, Ltd	Sumitomo Mitsui Banking Corporation	ShitayaEkmane Branch	ShitayaEkmane Branch	India	Current Account	JPY	8012492	326,72	
	Sumitomo Mitsui Banking Corporation	ShitayaEkmane Branch	ShitayaEkmane Branch	India	Ordinary Deposit	JPY	257210	5,508,51	
	Sumitomo Mitsui Banking Corporation	ShitayaEkmane Branch	ShitayaEkmane Branch	India	Ordinary Deposit	JPY	200394	169,474,42	
	Sumitomo Mitsui Banking Corporation	ShitayaEkmane Branch	ShitayaEkmane Branch	India	Time Deposit Account	JPY	3221270	122,151,49	
	Sumitomo Mitsui Banking Corporation	ShitayaEkmane Branch	ShitayaEkmane Branch	India	(Int'l Party) Current (excluding Japan)	JPY	75698	0	
					Total Foreign Subsidiary Restricted Cash -- Novell SWX Other Restricted Net Foreign	1,098,18 552,929 (108,66) -424,752,96			
					Total Cash	2,071,121			
					INC FX Adjustment for Japan	0			

**STATEMENT OF OPERATIONS**  
(Income Statement)

The Statement of Operations is to be prepared on an accrual basis. The accrual basis of accounting recognizes revenue when it is realized and expenses when they are incurred, regardless of when cash is actually received or paid.

	07/01/2009 through 07/31/2009	Cumulative Filing to Date
<b>REVENUES</b>		
Gross Revenues	\$689,887	\$25,357,885
Less: Returns and Allowances	3,489	\$200,914
Net Revenue	\$686,398	\$25,156,971
<b>COST OF GOODS SOLD</b>		
Beginning Inventory	\$151,910	\$160,178
Add: Purchases	2,337	119,030
Add: Cost of Labor	195,743	2,159,337
Add: Other Costs (attach schedule)	204,858	5,626,406
Less: Ending Inventory	151,308	151,308
Cost of Goods Sold	\$403,540	7,913,643
Gross Profit	\$282,858	\$17,243,328
<b>OPERATING EXPENSES</b>		
Advertising	\$6,261	\$427,547
Auto and Truck Expense	-	-
Bad Debts	1,378	78,961
Contributions	-	-
Employee Benefits Programs	86,301	2,521,859
Insider Compensation*	-	-
Insurance	34,112	1,020,048
Management Fees/Bonuses	-	-
Office Expense	35,341	1,367,936
Pension & Profit-Sharing Plans	-	-
Professional Fees (Non-Bankruptcy) <sup>(1)</sup>	53,774	1,214,764
Repairs and Maintenance	168	74,837
Rent and Lease Expense	76,390	1,050,870
Salaries/Commissions/Fees	527,783	12,261,038
Supplies	2,243	54,049
Taxes - Payroll	-	-
Taxes - Real Estate	254	12,906
Taxes - Other	-	(58,046)
Travel and Entertainment	19,606	595,391
Utilities	1,373	158,709
Other <sup>(2)</sup> (attach schedule)	(376,219)	(4,426,530)
Total Operating Expenses Before Depreciation	\$468,765	\$16,354,339
Depreciation/Depletion/Amortization	-	208,243
Net Profit (Loss) Before Other Income & Expenses	\$(185,907)	\$680,746
<b>OTHER INCOME AND EXPENSES</b>		
Other Income (Loss) (attach schedule)	\$(48,656)	\$(1,072,854)
Other Expense (attach schedule)	116,966	1,500,449
Intercompany Transfers	190,781	7,706,822
Net Profit (Loss) Before Reorganization Items	\$(542,310)	\$(9,599,379)
<b>REORGANIZATION ITEMS</b>		
Professional Fees <sup>(1)</sup>	\$586,859	\$3,592,118
U. S. Trustee Quarterly Fees <sup>(3)</sup>	-	-
Interest Earned on Accumulated Cash from Chapter 11	820	108,592
Gain (Loss) from Sale of Equipment	-	(52,427)
Other Reorganization Expenses (attach schedule)	-	-
Total Reorganization Expenses	-	-
Income Taxes	60,835	292,768
Net Profit (Loss)	\$(1,189,184)	\$(13,428,100)

(1) Reclassification of September Accrued Professional Fees associated with the Bankruptcy that have been reclassified to Reorganization Items - Professional Fees.

(2) Adjustment to allocate legal expenses surrounding the IBM and Novell litigation to Cost of Goods Sold at Fiscal Quarter Closes (October, January, April & July).

(3) U.S. Trustee Quarterly Fees, due no later than one month following the end of each quarter, are estimated to be \$1,250 for September and at maximum for each quarter thereafter.

**STATEMENT OF OPERATIONS - continuation sheet**

BREAKDOWN OF "OTHER" CATEGORY	07/01/2009 through 07/31/2009	Cumulative Filing to Date
<b>Other Costs of Goods Sold</b>		
Cost Overhead	17,893	\$383,731
Cost Royalty	20,900	3,159,195
Cost Technology	3,106	174,735
Cost Other	162,959	1,908,744
<b>TOTAL OTHER COST OF GOODS SOLD</b>	<b>\$204,858</b>	<b>\$5,626,405</b>
<b>Other Operational Expenses</b>		
Cost of Goods Sold Reclassification <sup>(1)</sup>	\$(376,219)	\$(4,426,530)
<b>Other Income and Expenses</b>		
Foreign Exchange Gain (Loss)	(2,212)	\$(13,448)
Interest Income/Expense	(46,444)	(1,059,406)
<b>TOTAL OTHER INCOME (LOSS)</b>	<b>\$(48,656)</b>	<b>\$(1,072,854)</b>
<b>Other Expenses</b>		
Miscellaneous Financial Costs	-	\$3,100
Foreign Exchange Loss	-	2,913
Bank Charges	2,576	38,877
Equity in Affiliates	113,928	1,709,965
Impairment of Assets	-	253,437
Miscellaneous Exp/Inc	462	(507,845)
<b>TOTAL OTHER EXPENSES</b>	<b>\$116,966</b>	<b>\$1,500,447</b>
<b>Other Reorganization Expenses</b>		

(1) Adjustment to allocate departmental expenses, including services, manufacturing and the legal expenses surrounding the IBM and Novell litigation, to Cost of Goods Sold at Fiscal Quarter Closes (October, January, April & July).

Reorganization Items - Interest Earned on Accumulated Cash from Chapter 11:  
Interest earned on cash accumulated during the chapter 11 case, which would not have been earned but for the bankruptcy proceeding, should be reported as a reorganization item.

FORM MOR-2 (CONTD)  
(04/07)

## BALANCE SHEET

The Balance Sheet is to be completed on an accrual basis only. Pre-petition liabilities must be classified separately from postpetition obligations.

ASSETS	BOOK VALUE AT July 31, 2009	BOOK VALUE ON PETITION DATE SEPTEMBER 14, 2007
<b>CURRENT ASSETS</b>		
Unrestricted Cash and Equivalents	\$647,425	\$4,023,589
Restricted Cash and Cash Equivalents (see continuation sheet)	1,092,430	1,890,856
Accounts Receivable (Net)	1,098,045	3,092,548
Notes Receivable	-	-
Inventories	151,308	160,178
Prepaid Expenses	313,832	1,527,293
Professional Retainers	-	-
Other Current Assets (attach schedule)	1,479,107	2,433,409
<b>TOTAL CURRENT ASSETS</b>	<b>\$4,782,147</b>	<b>\$13,127,873</b>
<b>PROPERTY AND EQUIPMENT</b>		
Real Property and Improvements	-	-
Machinery and Equipment	-	-
Furniture, Fixtures and Office Equipment	3,183,245	3,420,803
Leasehold Improvements	635,682	507,934
Vehicles	27,605	27,605
Less Accumulated Depreciation	3,846,532	3,635,938
<b>TOTAL PROPERTY &amp; EQUIPMENT</b>	<b>\$ -</b>	<b>\$320,404</b>
<b>OTHER ASSETS</b>		
Loans to Insiders*	-	-
Other Assets (attach schedule)	2,044,803	2,044,803
<b>TOTAL OTHER ASSETS</b>	<b>\$2,044,803</b>	<b>\$2,044,803</b>
<b>TOTAL ASSETS</b>	<b>\$6,826,950</b>	<b>\$15,493,080</b>
<b>LIABILITIES AND OWNER EQUITY</b>		
<b>LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)</b>		
Accounts Payable	552,272	8,259
Taxes Payable (refer to FORM MOR-4)	236,643	210,272
Wages Payable	654,399	541,776
Notes Payable	-	-
Rent / Leases - Building/Equipment	-	-
Secured Debt / Adequate Protection Payments	-	-
Professional Fees	17,221	153,165
Amounts Due to Insiders*	-	-
Other Postpetition Liabilities (attach schedule)	3,108,587	3,880,821
<b>TOTAL POSTPETITION LIABILITIES</b>	<b>\$4,569,122</b>	<b>\$4,794,293</b>
<b>LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)</b>		
Secured Debt	-	-
Priority Debt	-	-
Unsecured Debt	7,427,932	2,438,305
<b>TOTAL PRE-PETITION LIABILITIES<sup>(1)</sup></b>	<b>\$7,427,932</b>	<b>\$2,438,305</b>
<b>TOTAL LIABILITIES</b>	<b>\$11,997,054</b>	<b>\$7,232,598</b>
<b>OWNER EQUITY</b>		
Capital Stock	21,899	21,783
Additional Paid-In Capital	263,462,323	260,873,412
Partners' Capital Account	-	-
Owner's Equity Account	-	-
Retained Earnings - Pre-Petition <sup>(2)</sup>	(255,179,564)	(253,444,600)
Retained Earnings - Postpetition <sup>(2)</sup>	(13,428,100)	809,887
Adjustments to Owner Equity (attach schedule)	(46,662)	-
Postpetition Contributions (Distributions) (Draws) (attach schedule)	-	-
<b>NET OWNER EQUITY</b>	<b>\$(5,170,104)</b>	<b>\$8,260,482</b>
<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>	<b>\$6,826,950</b>	<b>\$15,493,080</b>

(1) Total Pre-Petition Liabilities does not reconcile to the amount stated on the Schedules of Assets and Liabilities filed on October 15, 2007 due to timing differences and allocation of accruals.

(2) Due to the allocation of accruals and adjustments booked at month end, the net loss for the 9/15 to 9/30 period does not reconcile to the change in retained earnings. There will not be an unreconciled difference in future periods as Company reporting periods will correspond with the Monthly Operating Report periods.

\*"Insider" is defined in 11 U.S.C. Section 101(31).

### BALANCE SHEET - continuation sheet

	BOOK VALUE AT July 31, 2009	BOOK VALUE ON PETITION DATE SEPTEMBER 14, 2007
<b>ASSETS</b>		
Other Current Assets		
Accounts Receivable Credit Card Batch	\$4,040	\$18,583
Interest Income Receivable	-	6,182
Employee Travel Advance	-	14,250
Other Receivables	22,597	67,060
Deposits	232,075	97,836
Interdivision Transfers	-	-
Intercompany Receivables - SCO Group	1,261,810	1,745,258
Intercompany Receivables - SCO India	-	127,598
Intercompany Receivables - SCO Japan	(41,415)	356,642
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>\$1,479,107</b>	<b>\$2,433,409</b>
Other Assets		
Goodwill	2,042,600	2,042,600
Investment in Affiliates	2,203	2,203
<b>TOTAL OTHER ASSETS</b>	<b>\$2,044,803</b>	<b>\$2,044,803</b>
<b>LIABILITIES AND OWNER EQUITY</b>		
Other Postpetition Liabilities		
Accrued Co-op Advertising	100,206	234,720
E*Trade Cash Accrual	-	125
Accrued Expense - Research & Development	6,250	130,779
Accrued Expense - Sales & Marketing	2,000	134,489
Accrued Expense - General & Administrative	10,800	10,500
Accrued Expense - General Legal	28,362	132,500
Accrued Expense - Chapter 11 Fees	79,666	-
Accrued Expense - Escrow Legal	(16,144)	425,455
Accrued Expense - Other	25,192	45,262
Deferred Income - Services	482,409	1,223,830
Deferred Income -PS CONTRAT AC	12,385	9,273
Deferred Income-SES	205,198	341,882
Deferred Income-SES	2,934	722
Deferred Revenue	21,600	25,616
Deferred Customer Liability	482,653	482,653
Deferred Revenue @ DISTRIB	134,686	176,994
Royalties Payable	29,467	41,231
Accrued Royalties Payable	179,869	146,405
Royalties Payable to Novell	(30,071)	133,984
Intercompany Payables - UK	452,118	-
Intercompany Payables - SCO Germany	301,467	-
Intercompany Payables - SCO France	25,031	-
Intercompany Payables - SCO Canada	11,349	-
Intercompany Payables - SCO India	492,958	-
Dilapidation Accrual	68,202	184,401
<b>TOTAL OTHER POSTPETITION LIABILITIES</b>	<b>\$3,108,587</b>	<b>\$3,880,821</b>
Adjustments to Owner Equity		
Warrants Outstanding	-	856,549
Dividends Declared	2,399,095	2,399,095
Treasury Stock	(2,445,757)	(2,445,757)
<b>TOTAL OTHER ADJUSTMENTS TO OWNER EQUITY</b>	<b>\$46,662</b>	<b>\$809,887</b>
Postpetition Contributions (Distributions) (Draws)		

### STATUS OF POSTPETITION TAXES

The beginning tax liability should be the ending liability from the prior month or, if this is the first report, the amount should be zero.  
 Attach photocopies of IRS Form 6123 or payment receipt to verify payment or deposit of federal payroll taxes.  
 Attach photocopies of any tax returns filed during the reporting period.

	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Date Paid	Check No. or EFT	Ending Tax Liability
<b>Federal</b>						
Withholding						
FICA-Employee						
FICA-Employer						
Unemployment						
Income						
Other: _____						
Total Federal Taxes						
<b>State and Local</b>						
Withholding						
Sales						
Excise						
Unemployment						
Real Property						
Personal Property						
Other: _____						
Total State and Local						
Total Taxes						
See attestation letter						

### SUMMARY OF UNPAID POSTPETITION DEBTS

Attach aged listing of accounts payable.

	Number of Days Past Due						Total
	Current	0-30	31-60	61-90	Over 90		
	\$	\$	\$	\$	\$	\$	
Accounts Payable	\$ 118,691	\$ 67,811	\$ 19,491	\$ -	\$ 346,279	\$ -	\$ 552,272
Wages Payable	654,399	-	-	-	-	-	654,399
Taxes Payable	236,643	-	-	-	-	-	236,643
Rent/Leases-Building	-	-	-	-	-	-	-
Rent/Leases-Equipment	-	-	-	-	-	-	-
Secured Debt/Adequate Protection Payments	-	-	-	-	-	-	-
Professional Fees	17,221	-	-	-	-	-	17,221
Amounts Due to Insiders*	-	-	-	-	-	-	-
Other: Other Postpetition Liabilities <sup>(A)</sup>	3,108,587	-	-	-	-	-	3,108,587
Total Postpetition Debts	<u>\$ 4,135,541</u>	<u>\$ 67,811</u>	<u>\$ 19,491</u>	<u>\$ -</u>	<u>\$ 346,279</u>	<u>\$ -</u>	<u>\$ 4,569,122</u>

Explain how and when the Debtor intends to pay any past-due postpetition debts.

\*"Insider" is defined in 11 U.S.C. Section 101(31).

<sup>(A)</sup> Other postpetition liabilities is comprised of intercompany payables, deferred revenues under GAAP to be recognized into income over future periods, and general accruals under GAAP such as coop advertising, royalties expense. The Deferred revenues are amortized monthly into revenue. The intercompany payables represents cash transactions between the company and its affiliates for collection of revenues, offset by payment of operating expenses and payroll. General accruals are accruals based upon estimates to which specific identified vendors are not known. Intercompany payables represent 42% of Other Postpetition liabilities with Deferred revenues representing 48% and general accruals representing 10% of Other Postpetition liabilities. For a detail listing of the make up of the O sheet" FORM MOR-3 in the MOR package.

Re: The SCO Group, Inc., et al.  
Del. Bankr. No. 07-11337  
Attestation Regarding Postpetition Taxes

Office of the United States Trustee

The above-captioned debtors (the "Debtors") hereby submit the attestation regarding postpetition taxes.

All postpetition taxes for the Debtors, which are not subject to dispute or reconciliation, are current. There are no material tax disputes or reconciliations.

Dated: 12/23/09

THE SCO GROUP, INC. and SCO  
OPERATIONS, INC.

By: K. Neel

## ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

### Accounts Receivable Reconciliation

Total Accounts Receivable at the beginning of the reporting period  
+ Amounts billed during the period  
- Amounts collected during the period  
Total Accounts Receivable at the end of the reporting period

<b>Amount</b>
\$1,461,005
701,594
902,755
<u><u>\$1,259,844</u></u>

### Accounts Receivable Aging

0 - 30 days old	633,550
31 - 60 days old	181,938
61 - 90 days old	45,527
91+ days old	391,700
Accounts Receivable	<u>1,252,715</u>
Foreign Exchange Adjustment	7,129
Total Accounts Receivable	<u>1,259,844</u>
Receivables-Royalties	44,255
Other Receivables	8,480
Allowance for Sales Returns	(94,933)
Allowance for Doubtful Accounts	(119,600)
Accounts Receivable (Net)	<u><u>\$1,098,046</u></u>

## DEBTOR QUESTIONNAIRE

### Must be completed each month

- |   | Yes | No |
|---|-----|----|
| 1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.  | X   |    |
| 2. Have any funds been disbursed from any account other than a debtor in possession account this reporting period? If yes, provide an explanation below.  | X   |    |
| 3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.  | X   |    |
| 4. Are workers compensation, general liability and other necessary insurance coverages in effect? If no, provide an explanation below.  | X   |    |
| 5. Has any bank account been opened during the reporting period? If yes, provide documentation identifying the opened account(s). If an investment account has been opened provide the required documentation pursuant to the Delaware Local Rule 4001-3. | X   |    |