UNITED STATES BANKRUPTCY COURT
DISTRICT OF DELAWARE

In re The SCO Group, Inc.[1]
Debtor

Case No. 07-11337 (KG)
Reporting Period: as of 07/31/10

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.

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	N/A	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a	Yes	
Schedule of Professional Fees Paid	MOR-1b	N/A	
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	N/A	
Listing of aged accounts payable	MOR-4	N/A	
Accounts Receivable Reconciliation and Aging	MOR-5	N/A	
OTHER	MOR-5	N/A	

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

Signature of Authorized Individual* — Date: 9/15/10

Printed Name of Authorized Individual: KEN R NIELSEN — Title of Authorized Individual: CFO

[1] 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.,
a Delaware corporation, Fed. Tax Id. #7393. The address for both Debtors is 333 South 520 West Suite 170, Lindon, UT 84042.
The Debtors are jointly administered under the caption The SCO Group, Inc., et al., Case No. 07-11337 (KG).

*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.

In re The SCO Group, Inc. **Case No. 07-11337 (KG)**
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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 is filed consistent with the format and allocations of liabilities as previously adopted by 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.

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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

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: 9/15/10

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

By: /Ken R Nielsen/
Ken Nielsen
Chief Financial Officer

In re The SCO Group, Inc.
Debtor

Case No. 07-11337 (KG)
Reporting Period: as of 07/31/10

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.

REVENUES	7/31/2010	Cumulative Filing to Date
Gross Revenues	$ -	$ -
Less: Returns and Allowances	-	-
Net Revenue	$ -	$ -
COST OF GOODS SOLD		
Beginning Inventory	-	-
Add: Purchases	-	-
Add: Cost of Labor	-	-
Add: Other Costs (attach schedule)	-	-
Less: Ending Inventory	-	-
Cost of Goods Sold	-	-
Gross Profit	$ -	$ -
OPERATING EXPENSES		
Advertising	-	-
Auto and Truck Expense	-	-
Bad Debts	-	-
Contributions	-	-
Employee Benefits Programs	-	-
Insider Compensation*	-	-
Insurance	-	-
Management Fees/Bonuses	-	-
Office Expense	-	-
Pension & Profit-Sharing Plans	-	-
Professional Fees (Non-Bankruptcy)	-	-
Repairs and Maintenance	-	-
Rent and Lease Expense	-	-
Salaries/Commissions/Fees	-	-
Supplies	-	-
Taxes - Payroll	-	-
Taxes - Real Estate	-	-
Taxes - Other	-	-
Travel and Entertainment	-	-
Utilities	-	-
Other (attach schedule)	-	-
Total Operating Expenses Before Depreciation	-	-
Depreciation/Depletion/Amortization	-	-
Net Profit (Loss) Before Other Income & Expenses	$ -	$ -
OTHER INCOME AND EXPENSES		
Other Income - China Investment Income	-	(13,462)
Interest Expense	-	-
Other Expense (attach schedule) -- Bank Fee	-	16
Intercompany Transfers	-	-
Net Profit (Loss) Before Reorganization Items	$ -	$ (13,446)
REORGANIZATION ITEMS		
Professional Fees	-	-
U. S. Trustee Quarterly Fees[(1)]	-	-
Interest Earned on Accumulated Cash from Chapter 11 (see continuation sheet)	-	-
Gain (Loss) from Sale of Equipment	-	-
Other Reorganization Expenses (attach schedule)	-	-
Total Reorganization Expenses	-	-
Income Taxes	-	-
Net Profit (Loss)	$ -	(13,446)

(1) U.S. Trustee Quarterly Fees, due no later than one month following the end of each quarter, are estimated to be $325.
*"Insider" is defined in 11 U.S.C. Section 101(31).

In re The SCO Group, Inc.
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Case No. 07-11337 (KG)
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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 Jul 31, 2010	BOOK VALUE ON PETITION DATE SEPTEMBER 14, 2007
CURRENT ASSETS		
Unrestricted Cash and Equivalents	$ -	$ -
Restricted Cash and Cash Equivalents (see continuation sheet)	-	-
Accounts Receivable (Net)	-	-
Notes Receivable	-	-
Inventories	-	-
Prepaid Expenses	-	-
Professional Retainers	-	-
Other Current Assets (attach schedule)	-	-
TOTAL CURRENT ASSETS	$ -	$ -
PROPERTY AND EQUIPMENT		
Real Property and Improvements	-	-
Machinery and Equipment	-	-
Furniture, Fixtures and Office Equipment	-	-
Leasehold Improvements	-	-
Vehicles	-	-
Less Accumulated Depreciation	-	-
TOTAL PROPERTY & EQUIPMENT	$ -	$ -
OTHER ASSETS		
Loans to Insiders*	-	-
OTHER	748,863	1,326,293
TOTAL OTHER ASSETS	$748,863	$1,326,293
TOTAL ASSETS	$748,863	$1,326,293

LIABILITIES AND OWNER EQUITY	BOOK VALUE AT Jul 31, 2010	BOOK VALUE ON PETITION DATE SEPTEMBER 14, 2007
LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)		
Accounts Payable	-	-
Taxes Payable (refer to FORM MOR-4)	-	-
Wages Payable	-	-
Notes Payable	-	-
Rent / Leases - Building/Equipment	-	-
Secured Debt / Adequate Protection Payments	-	-
Professional Fees	-	-
Amounts Due to Insiders*	-	-
Other Postpetition Liabilities (attach schedule)	-	-
TOTAL POSTPETITION LIABILITIES	$ -	$ -
LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)		
Secured Debt	-	-
Priority Debt	-	-
Unsecured Debt	1,181,271	1,745,258
TOTAL PRE-PETITION LIABILITIES	$1,181,271	$1,745,258
TOTAL LIABILITIES	$1,181,271	$1,745,258
OWNER EQUITY		
Capital Stock	-	-
Additional Paid-In Capital	-	-
Partners' Capital Account	-	-
Owner's Equity Account	-	-
Retained Earnings - Pre-Petition	(418,962)	(418,965)
Retained Earnings - Postpetition	(13,446)	-
Adjustments to Owner Equity (attach schedule)	-	-
Postpetition Contributions (Distributions) (Draws) (attach schedule)	-	-
NET OWNER EQUITY	$ (432,408)	$ (418,965)
TOTAL LIABILITIES AND OWNERS' EQUITY	$748,863	$1,326,293

*"Insider" is defined in 11 U.S.C. Section 101(31). ($0)

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BALANCE SHEET - continuation sheet

ASSETS	BOOK VALUE AT Jul 31, 2010	BOOK VALUE ON PETITION DATE SEPTEMBER 14, 2007
Other Current Assets		
Other Assets		
SCO Group (Germany) GMBH	24,944	$24,944
SCO KK (Japan)	685,794	765,366
SCO Group Canada	38,051	38,051
SCO Group (France) SARL	70	70
SCO Software (UK), LTD	4	4
SCO China	-	497,858
TOTAL OTHER ASSETS	$748,863	$1,326,293

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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
Federal						
Withholding						
FICA-Employee						
FICA-Employer						
Unemployment			**See attestation letter**			
Income						
Other:_____						
Total Federal Taxes						
State and Local						
Withholding						
Sales						
Excise						
Unemployment						
Real Property			**See attestation letter**			
Personal Property						
Other:_____						
Total State and Local						
OTHER						

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

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: 9/15/10

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

By: /Ken R Nielsen/
Ken Nielsen
Chief Financial Officer