

UNITED STATES BANKRUPTCY COURT
DISTRICT OF DELAWARE

In re SCO Operations, Inc.⁽¹⁾
Debtor

Case No. 07-11338 (KG)
Reporting Period: as of 10/31/09

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:

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
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



Signature of Authorized Individual*

2/17/2010

Date

KEN NIELSEN

Printed Name of Authorized Individual

CEO

Title of Authorized Individual

⁽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.,

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 333 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 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.

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]

				10/01/2009 through 10/31/2009	CUMULATIVE FILING TO DATE
BANK ACCOUNTS				ACTUAL	ACTUAL
OPER.	PAYROLL	TAX	OTHER		
CASH BEGINNING OF MONTH				\$1,287,630	\$5,914,445
RECEIPTS					
CASH SALES					
ACCOUNTS RECEIVABLE	N/A			628,212	27,356,316
LOANS AND ADVANCES					
SALE OF ASSETS					
OTHER (ATTACH LIST)				80,660	2,759,896
TRANSFERS (FROM DIP ACCTS)					
TOTAL RECEIPTS				\$708,872	\$30,116,212
DISBURSEMENTS					
NET PAYROLL				339,645	8,037,896
PAYROLL TAXES				130,861	3,852,773
SALES, USE, & OTHER TAXES				1,175	74,182
INVENTORY PURCHASES				28,971	749,322
SECURED/ RENTAL/ LEASES				507	1,241,118
INSURANCE				56,161	2,482,658
ADMINISTRATIVE & SELLING				108,486	5,492,716
NON-BANKRUPTCY PROFESSIONAL FEES				20,887	1,798,485
OTHER (ATTACH LIST)				12,763	1,152,922
OWNER DRAW *				0	
TRANSFERS (TO DIP ACCTS)					
PAYMENTS TO SUBSIDIARIES UNDER INTERCOMPANY AGENCY AGREEMENTS & ARRANGEMENTS				154,322	7,427,402
PROFESSIONAL FEES				9,651	2,506,810
U.S. TRUSTEE QUARTERLY FEES				9,425	90,725
COURT COSTS					
TOTAL DISBURSEMENTS				\$872,854	\$34,907,009
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)				\$(163,982)	\$(4,790,797)
CASH - END OF MONTH				\$1,123,648	\$1,123,648
(SEE BANK ACCOUNTS LIST)					

* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)		
TOTAL DISBURSEMENTS		\$872,854
LESS: TRANSFERS TO DEBTOR IN POSSESSION ACCOUNTS	\$	-
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	\$	-
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	\$	872,854

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 accou

Other Receipts/Disbursements Attachment

	10/01/2009 through 10/31/2009	CUMULATIVE FILING TO DATE
Other Receipts		
Interest	\$205	\$223,137
Sale Of Asset		509,525
Royalty from Japan	79,572	935,351
Employee Reimbursement & Refunds		33,596
Restricted Cash - Novell SVRx		698,214
Tax Refund		2,948
COBRA Refund	883	26,586
Refund from Vendor		106,501
FX		224,026
Total	\$80,660	\$2,759,884
Other Disbursements		
Novell SVRx Fee		460,962
Leasehold Improvement		22,917
Security Deposit		225,000
Refund		-
Bank Fees	3,597	74,595
FX	9,166	369,447
Total	\$12,763	\$1,152,921

In re SCO Operations, Inc.
Debtor

Case No. 07-11338 (KG)
Reporting Period: as of 10/31/09

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: 2/17/2010

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

By: 
Ken Nielsen
Chief Financial Officer

In re SCO Operations, Inc.
Debtor

Case No. 07-11338 (KG)
Reporting Period: as of 10/31/09

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	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	12/21/07	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			
Madson & Austin	October, 2007			601804	12/18/07	646			
Madson & Austin	November, 2007			000005	12/7/07	6,715			
Madson & 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			
Madson & 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			
Madson & 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		

In re SCO Operations, Inc.
Debtor

Case No. 07-11338 (KG)
Reporting Period: as of 10/31/09

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
Epiq	February 2008			40147	3/20/08	2,961	405		
Mesirow	December 2007			40099	3/7/08	18,436			
Mesirow	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			33040	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	1,221		
Bowne 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		
Mesirow	January - February, 2008			40215	5/2/08	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			
Bowne of Dalles	Sep, 2007 & Feb, 2008			40205	5/2/08	5,005			
Bowne 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		

In re SCO Operations, Inc.
Debtor

Case No. 07-11338 (KG)
Reporting Period: as of 10/31/09

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
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	7/1/08	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		

In re SCO Operations, Inc.
Debtor

Case No. 07-11338 (KG)
Reporting Period: as of 10/31/09

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
MERRILL COMMUNICATIONS	Oct 24,2007 to Apr 26, 2008			040490	8/29/08	7,500			
PARR WADDUPS 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 DOCUMEN	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	August 2008			40635	11/10/08	901	404		
EPIQ BANKRUPTCY SOLUTIONS	September 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	Sept 08			40745	12/12/08	15,000			
BERGER SINGERMAN	Sept 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		

In re SCO Operations, Inc.
Debtor

Case No. 07-11338 (KG)
Reporting Period: as of 10/31/09

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 8			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		
EPIC 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		

In re SCO Operations, Inc.
Debtor

Case No. 07-11338 (KG)
Reporting Period: as of 10/31/09

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
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 CORSI 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			
BERGER SINGERMAN	Sept 07, Dec 07, Apr 08, May 08, Jul to Dec 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		
AUSTIN RAPP & HARDMAN				41468	9/18/09	416			
EPIQ BANKRUPTCY				41443	9/4/09	1,761	415		
KEVIN MCBRIDE				15189	9/1/09	11,000			
AUSTIN RAPP & HARDMAN	July 09			41540	10/23/09	1,246			
CHRISTINE BOTOSAN	June 09			41558	10/30/09	9,000	1,665		
EPIQ BANKRUPTCY	May 09			41515	10/9/09	4,511	5,140		
PROFILE CONSULTING	June 09			41559	10/30/09	900			
TANNER & CO	Sept 09			41522	10/9/09	7,500	576		
SUBTOTAL						\$4,057,241	\$248,053		

FORM MOR-1b
(04/07)

SCO OPERATIONS BANK ACCOUNTS

BANK	ADDRESS	ADDRESS 2	CITY	STATE	ZIP	COUNTRY	ACCOUNT NAME	ACCOUNT TYPE	ACCOUNT #	Balances (US\$)
AiB	Ashford House	PO Box 518, Tara Street		Dublin 2		Ireland	SCO Operations Inc.	USD	61348635	26,237
AiB	Ashford House	PO Box 518, Tara Street		Dublin 2		Ireland	SCO Operations Inc.	GBP	61348981	37,436
AiB	Ashford House	PO Box 518, Tara Street		Dublin 2		Ireland	SCO Operations Inc.	EUR	61356067	21,219
AiB	IFSC Branch	Excise Walk	Clarion Quay	Dublin 1		Ireland	SCO Operations Inc.	EUR	08907188	60,261
Zions Bank	462 West 800 North		Orem	UT	84057		SCO Operations Inc.	CREDIT CARD	071026363	0
Zions Bank	462 West 800 North		Orem	UT	84057		SCO Operations Inc.	LOCKBOX	071026348	closed
Zions Bank	462 West 800 North		Orem	UT	84057		SCO Operations Inc.	OPERATING	071026355	0
Zions Bank	462 West 800 North		Orem	UT	84057		SCO Operations Inc.	PAYROLL	071026371	(2,794)
Zions Bank	462 West 800 North		Orem	UT	84057		SCO Operations Inc.	SWEEP	082500026	369,800
Zions Bank	462 West 800 North		Orem	UT	84057		SCO Operations Inc.	MONEY MARKET	071520449	closed
Zions Bank	462 West 800 North		Orem	UT	84057		SCO Operations Inc.	NEW OPERATING	071039952	57
Zions Bank	462 West 800 North		Orem	UT	84057		SCO Operations Inc.	NEW MONEY MARKET	071528947	closed
Zions Bank	462 West 800 North		Orem	UT	84057		SCO Operations Inc.	NEW CREDIT CARD	071039960	closed
Zions Bank	462 West 800 North		Orem	UT	84057		SCO Operations Inc.	INTERMEDIARY ACCOUNT	071044499	33,120
Wells Fargo Brokerage Services	299 S. Main Street	5th Floor	SLC	UT	84111		SCO Operations Inc.	Investment	12821708	625,388
Latin American Cash										(2,132)
Petty Cash										300
									Total Cash before Restricted	1,168,892
									Uncleared Disbursements	(45,243)

Total Cash in SCO Ops BS	1,123,649	Ties to MOR 1
Restricted Cash -- Novel SVRx	(100,349)	
Total after restricted	1,023,300	
Consolidation FX Adjustment	2,861	
	1,026,161	

**FOREIGN
SUBSIDIARY
BANK ACCOUNTS**

[illegible]

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	10/01/2009 through 10/31/2009	Cumulative Filing to Date
Gross Revenues	\$895,618	\$27,280,499
Less: Returns and Allowances	2,246	\$205,380
Net Revenue	\$893,372	\$27,075,119
COST OF GOODS SOLD		
Beginning Inventory	\$144,428	\$160,178
Add: Purchases	4,928	129,947
Add: Cost of Labor	170,099	2,329,436
Add: Other Costs (attach schedule)	175,674	5,824,710
Less: Ending Inventory	142,839	142,839
Cost of Goods Sold	\$352,290	8,301,432
Gross Profit	\$541,082	\$18,773,687
OPERATING EXPENSES		
Advertising	\$5,430	\$459,128
Auto and Truck Expense	-	-
Bad Debts	-	78,961
Contributions	-	-
Employee Benefits Programs	(4,726)	2,668,682
Insider Compensation*	-	-
Insurance	45,973	1,133,015
Management Fees/Bonuses	-	-
Office Expense	14,305	1,434,402
Pension & Profit-Sharing Plans	-	-
Professional Fees (Non-Bankruptcy) ⁽¹⁾	(1,355)	1,253,379
Repairs and Maintenance	-	75,004
Rent and Lease Expense	92,619	1,188,918
Salaries/Commissions/Fees	447,563	13,325,217
Supplies	1,307	57,539
Taxes - Payroll	-	-
Taxes - Real Estate	315	13,731
Taxes - Other	(49,099)	(107,145)
Travel and Entertainment	3,089	616,940
Utilities	11,447	180,035
Other ⁽²⁾ (attach schedule)	(304,283)	(4,730,814)
Total Operating Expenses Before Depreciation	\$262,581	\$17,646,992
Depreciation/Depletion/Amortization	-	208,243
Net Profit (Loss) Before Other Income & Expenses	\$278,501	\$918,452
OTHER INCOME AND EXPENSES		
Other Income (Loss) (attach schedule)	\$(40,763)	\$(1,109,808)
Other Expense (attach schedule)	506,705	2,011,118
Intercompany Transfers	296,120	8,465,116
Net Profit (Loss) Before Reorganization Items	\$(565,087)	\$(10,667,590)
REORGANIZATION ITEMS		
Professional Fees ⁽¹⁾	\$539,725	\$4,135,298
U. S. Trustee Quarterly Fees ⁽³⁾	-	-
Interest Earned on Accumulated Cash from Chapter 11	205	109,583
Gain (Loss) from Sale of Equipment	-	(52,427)
Other Reorganization Expenses (attach schedule)	-	-
Total Reorganization Expenses	-	-
Income Taxes	342	319,310
Net Profit (Loss)	\$(1,104,949)	\$(15,065,042)

(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.

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

STATEMENT OF OPERATIONS - continuation sheet

BREAKDOWN OF "OTHER" CATEGORY	10/01/2009 through 10/31/2009	Cumulative Filing to Date
Other Costs of Goods Sold		
Cost Overhead	9,076	392,807
Cost Royalty	37,454	3,211,284
Cost Technology	3,106	184,054
Cost Other	126,038	2,036,565
TOTAL OTHER COST OF GOODS SOLD	\$175,674	\$5,824,710
Other Operational Expenses		
Cost of Goods Sold Reclassification ⁽¹⁾	\$(304,283)	\$(4,730,813)
Other Income and Expenses		
Foreign Exchange Gain (Loss)	4,225	\$(5,414)
Interest Income/Expense	(44,988)	(1,104,394)
TOTAL OTHER INCOME (LOSS)	\$(40,763)	\$(1,109,808)
Other Expenses		
Miscellaneous Financial Costs	-	\$3,100
Foreign Exchange Loss	-	2,913
Bank Charges	2,932	45,774
Equity in Affiliates - Stock Compensation Expense	503,768	2,213,733
Impairment of Assets	-	253,437
Miscellaneous Exp/Inc	5	(507,841)
TOTAL OTHER EXPENSES	\$506,705	\$2,011,116
Other Reorganization Expenses		

(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 (CONT'D)
(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 October 31, 2009	BOOK VALUE ON PETITION DATE SEPTEMBER 14, 2007
CURRENT ASSETS		
Unrestricted Cash and Equivalents	\$397,912	\$4,023,589
Restricted Cash and Cash Equivalents (see continuation sheet)	725,737	1,890,856
Accounts Receivable (Net)	1,407,133	3,092,548
Notes Receivable	-	-
Inventories	142,839	160,178
Prepaid Expenses	645,192	1,527,293
Professional Retainers	-	-
Other Current Assets (attach schedule)	1,411,785	2,433,409
TOTAL CURRENT ASSETS	\$4,730,598	\$13,127,873
PROPERTY AND EQUIPMENT		
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
TOTAL PROPERTY & EQUIPMENT	\$ -	\$320,404
OTHER ASSETS		
Loans to Insiders*	-	-
Other Assets (attach schedule)	2,044,803	2,044,803
TOTAL OTHER ASSETS	\$2,044,803	\$2,044,803
TOTAL ASSETS	\$6,775,401	\$15,493,080

LIABILITIES AND OWNER EQUITY	BOOK VALUE AT October 31, 2009	BOOK VALUE ON PETITION DATE SEPTEMBER 14, 2007
LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)		
Accounts Payable	1,168,062	8,259
Taxes Payable (refer to FORM MOR-4)	210,359	210,272
Wages Payable	424,032	541,776
Notes Payable	-	-
Rent / Leases - Building/Equipment	-	-
Secured Debt / Adequate Protection Payments	-	-
Professional Fees	1,100	153,165
Amounts Due to Insiders*	-	-
Other Postpetition Liabilities (attach schedule)	3,368,814	3,398,168
TOTAL POSTPETITION LIABILITIES	\$5,172,368	\$4,311,640
LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)		
Secured Debt	-	-
Priority Debt	-	-
Unsecured Debt	7,906,328	2,920,958
TOTAL PRE-PETITION LIABILITIES ⁽¹⁾	\$7,906,328	\$2,920,958
TOTAL LIABILITIES	\$13,078,696	\$7,232,598
OWNER EQUITY		
Capital Stock	21,899	21,783
Additional Paid-In Capital	263,966,091	260,873,412
Partners' Capital Account	-	-
Owner's Equity Account	-	-
Retained Earnings - Pre-Petition ⁽²⁾	(255,179,581)	(253,444,600)
Retained Earnings - Postpetition ⁽²⁾	(15,065,042)	-
Adjustments to Owner Equity (attach schedule)	(46,662)	809,887
Postpetition Contributions (Distributions) (Draws) (attach schedule)	-	-
NET OWNER EQUITY	\$(6,303,295)	\$8,260,482
TOTAL LIABILITIES AND OWNERS' EQUITY	\$6,775,401	\$15,493,080

(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

ASSETS		BOOK VALUE AT October 31, 2009	BOOK VALUE ON PETITION DATE SEPTEMBER 14, 2007
Other Current Assets			
Accounts Receivable Credit Card Batch		\$52,861	\$18,583
Interest Income Receivable		-	6,182
Employee Travel Advance		-	14,250
Other Receivables		22,587	67,060
Deposits		187,075	97,836
Interdivision Transfers		-	-
Intercompany Receivables - SCO Group		1,182,238	1,745,258
Intercompany Receivables - SCO India		-	127,598
Intercompany Receivables - SCO Japan		(32,976)	356,642
TOTAL OTHER CURRENT ASSETS		\$1,411,785	\$2,433,409
Other Assets			
Goodwill		2,042,600	2,042,600
Investment in Affiliates		2,203	2,203
TOTAL OTHER ASSETS		\$2,044,803	\$2,044,803
LIABILITIES AND OWNER EQUITY		BOOK VALUE AT October 31, 2009	BOOK VALUE ON PETITION DATE SEPTEMBER 14, 2007
Other Postpetition Liabilities			
Accrued Co-op Advertising		86,000	234,720
E*Trade Cash Accrual		-	125
Accrued Expense - Research & Development		6,250	130,779
Accrued Expense - Sales & Marketing		-	134,489
Accrued Expense - General & Administrative		3,750	10,500
Accrued Expense - General Legal		5,438	132,500
Accrued Expense - Chapter 11 Fees		503,242	-
Accrued Expense - Escrow Legal		(3,163)	425,455
Accrued Expense - Other		26,818	45,262
Deferred Income - Services		460,331	1,223,830
Deferred Income -PS CONTRAT AC		16,676	9,273
Deferred Income-SES		210,612	341,882
Deferred Income-Me Inc.		2,205	722
Deferred Revenue		21,600	25,616
Deferred Customer Liability		-	-
Deferred Revenue @ DISTRIB		129,819	176,994
Royalties Payable		35,301	41,231
Accrued Royalties Payable		229,432	146,405
Royalties Payable to Novell		(23,218)	133,984
Intercompany Payables - SCO Group		-	-
Intercompany Payables - UK		511,448	-
Intercompany Payables - SCO Germany		513,406	-
Intercompany Payables - SCO France		37,280	-
Intercompany Payables - SCO Canada		11,349	-
Intercompany Payables - SCO India		516,037	-
Dilapidation Accrual		68,202	184,401
TOTAL OTHER POSTPETITION LIABILITIES		\$3,368,814	\$3,398,168
Adjustments to Owner Equity			
Warrants Outstanding		-	856,549
Dividends Declared		2,399,095	2,399,095
Treasury Stock		(2,445,757)	(2,445,757)
TOTAL OTHER ADJUSTMENTS TO OWNER EQUITY		\$(46,662)	\$809,887
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
Federal						
Withholding						
FICA-Employee						
FICA-Employer						
Unemployment						
Income						
Other: _____						
Total Federal Taxes						
State and Local						
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.

	Current	0-30	Number of Days Past Due			Over 90	Total
			31-60	61-90			
Accounts Payable	\$ 94,668	\$ 100,066	\$ 329,368	\$ -	\$ 643,960	\$ -	\$ 1,168,062
Wages Payable	424,032	-	-	-	-	-	424,032
Taxes Payable	210,359	-	-	-	-	-	210,359
Rent/Leases-Building	-	-	-	-	-	-	-
Rent/Leases-Equipment	-	-	-	-	-	-	-
Secured Debt/Adequate Protection Payments	-	-	-	-	-	-	-
Professional Fees	1,100	-	-	-	-	-	1,100
Amounts Due to Insiders*	-	-	-	-	-	-	-
Other: Other Postpetition Liabilities ^(A)	3,368,814	-	-	-	-	-	3,368,814
Total Postpetition Debts	\$ 4,098,973	\$ 100,066	\$ 329,368	\$ -	\$ 643,960	\$ -	\$ 5,172,368

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).

^(A) 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 and other transactions under the Agency Agreements. General accruals are accruals based upon estimates to which specific identified vendors are not known. Intercompany payables represent 47% of Other Postpetition liabilities with Deferred revenues representing 25%, Accrued Chapter 11 Fees representing 15% and general accruals representing 3% of Other Postpetition liabilities. For a detail listing of the make up of these amounts see " FORM MOR-3 (CONT'D) in the MOR package.

FORM MOR-4
(04/07)

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: 2/17/2010

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

By: Ken Nielsen
Ken Nielsen
Chief Financial Officer

ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Accounts Receivable Reconciliation	Amount
Total Accounts Receivable at the beginning of the reporting period	\$1,147,074
+ Amounts billed during the period	990,150
- Amounts collected during the period	628,212
Total Accounts Receivable at the end of the reporting period	<u>\$1,509,012</u>

Accounts Receivable Aging	
0 - 30 days old	1,165,871
31 - 60 days old	40,813
61 - 90 days old	79,595
91+ days old	222,004
Accounts Receivable	<u>1,508,284</u>
Foreign Exchange Adjustment	728
Total Accounts Receivable	<u>1,509,012</u>
Receivables-Royalties	74,113
Other Receivables	11,141
Allowance for Sales Returns	(53,828)
Allowance for Doubtful Accounts	<u>(133,304)</u>
Accounts Receivable (Net)	<u>\$1,407,134</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