UNITED STATES BANKRUPTCY COURT DISTRICT OF DELAWARE

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

Case No. <u>07-11338 (KG)</u> Reporting Period: <u>as of 01/31/08</u>

AMENDED 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-I	Yes	Auacueu
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	
Signature of Debtor	Date		
Signature of Joint Debtor	Date		
Jan Rayelas. Signature of Authorized Individual*	2/21/08 Date		
Printed Name of Authorized Individual	CFO Title of Authoriz	zed 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 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.

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	1/1/2008 throug		CUMULATIVE FILIN	* 3000000000000000000000000000000000000
CASH BEGINNING OF MONTH	OPER: PAYROLL TAX OTHER	ACTUAL	PROJECTED	ACTUAL	PROJECTED
CASA DEGILIARY OF IRONIA		\$6,080,941	\$4,705,932	\$5,914,445	\$6,134,160
RECEIPTS					
CASH SALES	Exercise to the same contract of the same services of a same service as \$100 miles of the services and \$100 Medical Services of the same services of the sam	Sensing management of National Confession (er management de		7,217
ACCOUNTS RECEIVABLE	N/A	1,375,025	1.066,750	6,365,893	6,318,007
LOANS AND ADVANCES					
SALE OF ASSETS	€		Į.		
OTHER (ATTACH LIST)	\$	35,425	19,781	743,579	91,246
"RANSFERS (FROM DIP ACCTS)			ÿ.		
TOTAL RECEIPTS		\$1,410,450	\$1,086,531	\$7,109,472	\$6,409,253
DISBURSEMENTS					
NET PAYROLL		360,376	354,350	1,984,132	2,815,350
'AYROLL TAXES		195,922	54,522	981,591	256,832
ALES, USE, & OTHER TAXES		10,780	7,500	15,675	30,000
NVENTORY PURCHASES		26,091	12,000	68,458	169,000
ECURED/RENTAL/LEASES	### ##################################		38,744	339,896	324,853
NSURANCE		94,453	106,730	434,922	480,285
DMINISTRATIVE & SELLING	T PPPO	412,597	134,958	1,231,448	976,086
ON-BANKRUPTCY PROFESSIONA OTHER (ATTACH LIST)	T LEE2	150,408	160,000	305,130	827,000
The same of the sa		17,186	24,503	49,223	209,926
WNER DRAW *					
RANSFERS (TO DIP ACCTS)					
FUNDING OF SUBSIDIARIES		542,648	262,773	1,714,206	1,066,199
ROFESSIONAL FEES		282,589	235,000	499,395	985,250
J.S. TRUSTEE QUARTERLY FEES	₹	13,325	10.000	14.825	11,250
OURT COSTS				* 137	,,,,,,,
OTAL DISBURSEMENTS		\$2,106,376	\$1,401,080	\$7,638,902	\$8,152,030
IET CASH FLOW		\$(695,926)	\$ (314,549)	\$(529,430)	\$(1.742,777)
LECEUTS LESS DISBURSEMENTS)		*(0,0,,,20)	₩ (₩ ₹ ₹₹₹₹₹	4(325,430)	9(1.142,777)
CASH - END OF MONTH	(SEE BANK ACCOUNTS LIST)	\$5,385,016	\$4,391,382	\$5,385,016	\$4,391,382
COMPENSATION TO SOLE PROPR	HETORS FOR SERVICES RENDERED TO BANKRUPTC	Y ESTATE			
	THE FOLLOWING SEC				
DISBURSEMENTS FOR CALCULA	TING U.S. TRUSTEE QUARTERLY FEES: (FROM C	URRENT MONTH AC	TUAL COLUMN).		
OTAL DISBURSEMENTS					\$2,106,376
LESS: TRANSFERS TO DEBTOR II				\$	-
	S MADE BY OUTSIDE SOURCES (i.e. from escrow accou LCULATING U.S. TRUSTEE QUARTERLY FEES	nts)		\$	
OXAG DISDURSENIEN IS FUR ÇA	illulating u.s. ikusire quakterly fees			\$	2,106,376

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 accounts.

Other Receipts/Disbursements Attachment

Other Receipts	1/1/2008 through 1/31/2008 CUMULATIV	VE FILING TO DATE
Interest	\$18,495	\$136,501
Sale Of Asset	•	509,500
Employee Reimbursement & Refunds	13,033	25,389
Restricted Cash - Novell SVRx	•	8,371
NJ Tax Refund	•	127
Cobra Refund	•	731
Refund from Vendor	3,744	41,244
FX	153	21,716
Total	\$35,425	\$743,579
Other Disbursements		
Novell SVRx Fee	•	24,320
Bank Fees	1,843	7,686
fX	15,345	17,217
Total	\$17,186	\$49,223

FORM MOR-I (CONTD)

(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						
			Sec.			
BANK BALANCE						THE CONTRACTOR SERVICE CONTRACTOR
(+) 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 atte	station lette	er	
CHECKS OUTSTANDING						
OTHER						
						FORM MOR-16

February 21, 2008

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: 02/21/2008

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

Ken Nielsen

Chief Financial Officer

In re SCO Operations, Inc.
Debtor

SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID (This schedule is to include all retained professional payments from case inception to current month)

		Amount		Check	eck	Amount Paid	t Paid	Amount Applied	Voolied
Payee	Period Covered	Approved	Payor	Number	Date	Fees	Expenses	Fees	Expenses
Tanner	As of 9/25/07			601595	70/61/01	89,100			
Jackson Hole Advisors	10/1/07 to 10/31/07			601588	10/19/01	2,650			
Madsen	As of 9/24/07			601590	10/19/01	235			
Kim & Cho	As of 11/7/07			Wire	10/30/07	1,282			
Other Contractors	fr per-9/14			Various	October	000'06			
Berger Singerman	As of 9/30			601710	11/26/07	54,791			
Berger Singerman	As of 9/30			099109	11/9/07		5,990.00		
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			800000	12/18/07	144,555	5,177,33		
Boetticher Hasse	October, 2007			003034	12/11/07	632	21.98		
Kevin McBride	October, 2007			015132	12/3/07	30,750			
Madson & Austin	October, 2007			601804	12/18/07	646			
Madson & Austin	November, 2007			000005	12/1/07	6,715			
Madson & Austin	November, 2007			900004	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			00109	1/15/08	37,787	2,198.00		
Boetticher Hasse	Sept - Dec 2007			A33036	1/14/08	18,961	20.31		
Kevin McBride	November, 2007			15133	80/01/1	20,000			
Madson & Austin	November, 2007			601850	1/4/08	2,076	604.08		
Coltrin & Associates	Oct - Jan, 2007			601895	80/11/1	33,300	583.59		
Coltrin & Associates	December, 2007			206109	80/81/1		550.13		
Donohue Advisory Assoc	Oct - Dec, 2007			40008	1/25/08	26,378			
Epiq	November, 2007			898109	1.0/9/8	1,763	1.011.76		
Berger Singerman	November, 2007			40032	1/25/08	237,059	13,072,33		
Pachulski	9/15 - 9/30/07			601874	80/11/1	23,986	5,696.82		
Total						\$769,599	\$34,926		

FORM MOR-1b (04/07)

OOPERATIONS	NK ACCOUNTS	
SCO	BANK	

	1/31/2006 Balances In Currency Balances		
gsn	01/31/2006 Balances	ı	
	ACCOUNT #	613/16635	
	C ACCOUNT NAME ACCOUNT TYPE ACCOUNT #	osn	
	ACCOUNT NAME	SOO Operations from USD	
	COUNTRY	Ireland	
	dΩ		
	9TATE	Dublin 2	
	СПY		
	ADOMESS 2	PO Box 518, Tara Street PO Box 518, Tara	
	ADDRESS	Ashlard House	And desired & Security
K ACCOUNTS	BANK		

in Currency Balances											P	paso	posa			
OTATION BASINGER	411,162.69	366,183.21	250,610,87	(1,596.73)	88	800	870,882,78	0.00	762,602.51	0.00	1,801,085.01 0.00 closed	0.00 closed	257.09 etesod 11,025,15 300.00	5,671,200,52	5,285,015.38 (125,690,72) 5,756,324,63	6,234,62
ACCOUNT #	61346036	61348861	61356067	07/02/5363	071026348	071026371	08250026	071520449	071528947	07(039960	12821708	7745960	508-70894-14 156	fotal Cash before Restricted Uncleared Disburgements	Total Cash in SCO Ope BS Rostricted Cash Novell SVRX Total after restricted	Consolidation FX Adjustment
ACCOUNT TYPE	OSA	d8b	E E	CREDIT CARD	COCRECA	PAYROLL	SWEEP	MONEY MARKET NEW OPERATIONS	NAPINET	NEW CREDIT CARD	investment investment	Liquid Asset Management	ingen Aste Management	ħ	-	8
ACCOUNT NAME	SOO Operations Inc.	SCO Operations Inc.	SCO Operations from	SCO Operations from	SCU Operations are	SCO Operations Inc.	9CO Operations Inc.	SCO Operations inc.	SCO Operations inc.	SCO Operations inc.	SCO Operations Inc. SCO Group, Inc.	The SCO Group, Inc.	The SCO Gloup, Inc.			
COUNTRY	Ireiand	pussed	Present Proposition								84111	84111	844 54			
25				84057	84057	84057	84057	84057 84057	64057	64057	60606-5016					
STATE	Dublin 2	Chelin 2	Dublin 2 Cubin 1	5	5 5	5	5	55	5	5	5 ⊭	5	ţ			
αr			Carion Quay	e i	E 6	Orem	Çen	Crem Crem	Oseu	Orem	SLC	SIC	೮			
ADOMESS 2	PO Box 518, Tara Street	Street BO Box 518 Tere	Street Earlise Walk								Sth Floor 31st Floor	13th Fioar	Scale 1400			
ADDRESS	Ashford House	Ashlord House	Astiond House IFSC Brench	462 West 800 North	462 West 800 North	462 Wast 800 North	462 West 800 North	462 West 800 North	462 West 800 North	462 West 800 North	209 S. Main Sheet 227 West Montoc St.	One South Main St.	60 East Sculh Temple			
BANK	AB	97	\$ \$	Zons Bank	Zons Bank	Zons Bank	Zons Bank	Zons Bank	Zions Bank	Zions Bank Wells Feron Benkaraca	Services	Zons Bank Citionae Global	Narfack, Inc. Lath American Cash Perty Cesh			

FOREIGN SUBSIDIARY BANK ACCOUNTS

Subsidiary accounts are only econolised during close, Jepan MV in quarter closo	19.12 0.50us 0.99	41.491 41.7870				
Subsidia reconcida enty in q	088 088 080	.pry EUR				
in Currency Balances	27,906.68 4,844.72	18,624,798.99	750,892.00	69,747,055.00	24,765,522,00	000
	41,112.84 2,136.23 0.00	476,094.07	6,864.36	637,598.62	226,396.58	00:00
97009000	30568-60001-72803130102 3806773	36474011, 24322010 6012492	257210	¥500303+	3221270	969061
	## 55 ## 55 ## 55	E F	ğ,	¥4°	γq¢	ď,
SCO Softwere (UR) Lid.	The SCO Group Sart The SCO Group GMBH	SCO Softwere (todas) PM List, Current Account	Current Account	Ordinary Deposit	Ordinary Deposit	Time Deposit Account
United Kingdom	9 France Germany	hdéa				
WD1 1RG		110 001				
Merts						
Watterd	63244 Bhd Homburg	16 Barakkamba Rd. Now Dethi				
:	Matersmann	16 Baraktamb				
9169 St. Aktan's Road	45 boulevard Posttach 24	DCM Building RegiriOnastri Sub-Branch	ShibuyaEkimae Branch	ShibayaEkimse Branch	ShibuyaEkiman Branch	ShibuyaEtimae Branch
Alied Idah Bank (GB)	Davidona Bank Davidona Bank Floyal Bank of Carasda	Barsk of Americal Mizarho Barsk, Ltd Sumitonto Milsa		Banking Corporation Somiomo Alessa	Sumbono Assori	Banking Corporation

1,480,804,64 (1289,882,45 1,289,611,19 6,544,835,82 21,638,00 6,565,573,82 Total Fereign Sub-sidlary
Resincad Cash - Nerel
SVRs
Net Comby:
Total Cash
NO. EX Adjustment for Japan

STATEMENT OF OPERATIONS

The Statement of Operations is to be prepared on an accrual basis. The second basis of accumuling recognizes revenue when it is tenticed and expenses when they are incurred, rependent of when each is actually received or past.

REVENUES	01/L/2008 through L/31/2008	12/1/2007 through 12/31/2007	11/1/2007 through	19/1/2007 through	9/15/2007 through	Cumulativ
Grans Ruseauce	31,839,012	\$1,363,878	11/30/2007 \$1,549,159	19/31/2007	9730/2007	Filing to Dut
Loss: Roturns and Allowances	7,438	10,871	3,867	52,369,582 30,725	\$610,605	\$7,752,237
Not Revenies	31,831,574	\$1,353,007	\$1,345,293	\$2,338.857	9,923 \$600,682	\$62,834 \$7,689,413
COST OF GOODS SOLD			Tiski (Gritari Alexandure)		Cherter 1984 Chert Chare	119660000000000000000000000000000000000
Regioning Inventory	152,348	154,469	157,597	159,570	160,178	160,178
Add: Purchases	5,977	5.346	5,904	5.321	4,267	26.715
Aski: Cost of Labor Aski: Other Costs (attach schedule)	426,239	•	•	397,370		123,609
Acc. Oner Cous (anion senegals) Less: Ending Inventory	493.453	1,783	392	875,703		1,371,332
Cost of Goods Sold	166,837	152,348	154,469	157,597	139,570	790,821
Cross Profit	911,1 80 3940,394	9,150	9.424	1,280,367	4,873	2,214,996
OPERATING EXPENSES	3940,194	\$1,343.\$37	\$1,535,868	\$1,038,490	\$595,807	\$5,474,416
Advertising	43,572	33,537				832 S S S S S S S S S S S S S S S S S S S
Auto and Truck Exercise	*5575	33,333	29,633	(70.697)	10,239	46,284
Bail Debts	68,746		•		*	
Contributions	·	•	•	(1.554)	•	67,192
Employee Bestelks Programs	36,060	261,683	203,181	18,408	99,478	
Insider Componention*		201,040	103.101	353406	99,478	658,811
postance	70,841	49,947	60,391	84.548	26,639	292,369
Management Feos/Boomses	•		-	A-4-4-4	20007	2924,709
Office Expense	52,528	50,313	77,886	143,908	.53,628	378,263
Pension & Profit-Sharing Plans	•		×	•		,,,,,,,
Professional Fees (Non-Bankrupscy) ⁵¹	230,629	102,338	(168,422)	(467,252)	141,953	(155,749)
Repairs and Maintenance	10,108	,	42	(**********	106	10.256
Rent and Leave Expense	44,030	137,608	94,283	67,996	51,536	395,453
Selector Commissions/Fees	1,539,240	156,009	145,250	1,429,374	330,860	4,310,733
Supplies	5,815	1,150	1.651	7,474	422	16,512
Taxox - Paymii Taxes - Real Estair		v	•		•	
Taxes - Diher	1,295	1,327	1,559	3,338	767	8.226
Travel and funternal content	••••	*		•	b	
Thisties	33,982	25,953	32.652	143,995	17,687	254,268
Other ^{PD} (strack sufactible)	19,710	2,417	10,439	11,480	5,541	49,587
Color (state sencione) Total Operating Expenses Before Depreciation	(733,433)	4	•	(1,125,959)		(1,839,392)
Posterial Depletion American	1,423,124	1.532.280	488.547	290,659	738,801	4,472,812
Net Profit (Loss) Sefere Other Income & Expenses	17,268	16,572	16,#18	17,649	10,386	78,693
OTHER INCOME AND EXPENSES	\$(499,999)	\$(204,995)	\$1,030,303	\$750,782	5(153,380)	\$922.911
Otter Income (attach schedule)	(4,642)					
Interest Expense	(4,042)	27,549	56,400	114,418		193,725
Other Expense (attach schedule)	116.090	(506,109)	1,106	***		
Intercompany Transfers	990,578	25,325	364,326	505,976	3.751	120,805
Not Profit (Lant) Before Receptainten kans	\$(1,611,298)	\$303,287	\$721,471	341,306 \$18,018	489,952 \$(647,083)	2.313,436
REORGANIZATION ITEMS				ALVIO	\$(\$47,X33)	\$(1.215.605)
Professional Fees ⁽¹⁾	1,149,661	29,614	(535,185)	XXX. 1.7	ALAMA CONTRACTOR CONTR	DECEMBER OF THE PROPERTY OF THE
U. S. Trance Quarterly Feet ^{O1}	***************************************	49,1114	(222182)	699.371	85,000	1.628,461
Electrical Entropy on Accounted and Cash from Chapter 11 (see continuation about)	5,202	S.202	* 700			•
Gain (Low) from Sale of Equipment	(23,000)	(20,000)	5.202	4,162	925	20,694
Other Recognitization Expenses (attack schedule)	(mercons)	(AMANAU)	•	•	•	(45,000)
Total Reseguitzation Expenses		:	_	*	•	•
loxome Texas	37,000	:	•	(34,149)	•	12.851
Net Profit (Loss)						

⁽¹⁾ Rechastification of September Accrard Professional Fees associated with the Bankruptey that have been reclassed to Receptalization kems. Professional Fees.

(2) Adjustment to allectate legal expenses surrounding the IBM and Novell Intigation to Cost of Goods Sold at Passal Quarter Conex (October, January, April & Faly).

(3) U.S. Thatter Quarterly Fees, that no later than one mouth following the end of each quarter, are estimated to be \$1.250 for September and at intafancian for each quarter thereofter.

^{**}Irakler* to delined in 11 U.S.C. Section 101(31).

STATEMENT OF OPERATIONS - continuation sheet

BREAKDOWN OF "OTHER" CATEGORY	1/1/2008 through 1/31/2008	Cumulative Filing to Date
Other Costs of Goods Sold		
Cost Overhead	74,514	170,377
Cost Royalty	153,247	256,941
Cost Technology	30,592	72,928
Cost Other	235,099	871,085
TOTAL OTHER COST OF GOODS SOLD	\$493,453	\$1,371,332
Other Operational Expenses		
Cost of Goods Sold Reclassification ⁽¹⁾	\$(733,433)	\$(1,859,392)
Other Income		
Foreign Exchange Gain	(17,934)	83,022
Interest Income	13,293	110,704
TOTAL OTHER INCOME	\$(4,642)	\$193,725
Other Expenses		
Miscellaneous Financial Costs	•	
Foreign Exchange Loss	•	2,913
Bank Charges	2,563	13,096
Equity in Affiliates	113,517	614,960
Miscellaneous Expense	*	(510,163)
TOTAL OTHER EXPENSES	\$116,080	\$120,806
Other Reorganization Expenses		

⁽¹⁾ Adjustment to allocate 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 JANUARY 31, 2008	BOOK VALUE ON PETITION DATE
CURRENT ASSETS	JANUAR 1 31, 2006	SEPTEMBER 14, 2007
Unrestricted Cash and Equivalents	\$3,484,881	\$4,023,589
Restricted Cash and Cash Equivalents (see continuation sheet)	1,900,134	1.890.856
Accounts Receivable (Net)	4,041,566	3.092,548
Notes Receivable	*	•
Inventories	166,837	160,178
Prepaid Expenses Professional Retainers	793,356	1,527,293
Other Current Assets (attach schedule)		•
TOTAL CURRENT ASSETS	2,234,421	2,433,409
PROPERTY AND EQUIPMENT	\$12,621,194	\$13,127,873
Real Property and Improvements		
Machinery and Equipment		•
Furniture, Fixtures and Office Equipment	3.423,739	3,420,803
Leasehold Improvements	507,934	507.934
Vehicles	27,605	27.605
Less Accumulated Depreciation	3,711,665	3,635,938
TOTAL PROPERTY & EQUIPMENT OTHER ASSETS	\$247,614	\$320,404
Loans to Insiders [‡]		
Other Assets (attach schedule)	n n 4 4 6 6 n	*
TOTAL OTHER ASSETS	2,044,803 \$2,044,803	2.044,803
	32,044,803	\$2,044,803
TOTAL ASSETS	\$14,913.612	\$15,493,080
	BOOK VALUE AT	BOOK VALUE ON PETITION DATE
LIABILITIES AND OWNER EQUITY LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)	DECEMBER 31, 2007	SEPTEMBER 14, 2007
Target and the control of Court Acoustic (Lossiphanon)		
Accounts Pavable	* * 4 * * * * * *	A CONTRACTOR OF THE PROPERTY O
Accounts Payable Taxes Payable (refer to FORM MOR-4)	1,043.695	8,259
Accounts Payable Taxes Payable (refer to FORM MOR-4) Wages Payable	683,801	697,681
Taxes Payable (refer to FORM MOR-4)		
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Rent / Leases - Building/Equipment	683,801	697,681
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Rent / Leases - Building/Equipment Secured Debt / Adequate Protection Payments	683,801	697,681
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Rent / Leases - Building/Equipment Secured Debt / Adequate Protection Payments Professional Fees	683,801	697,681
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*	683,801 1,435,164 - - 21,529	697,681 541,776 - -
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Notes Payable Ront / Leases - Building/Equipment Secured Debt / Adequate Protection Payments Professional Fees Amounts Due to Insiders* Other Postpetition Liabilities (attach schedule)	683,801 1,435,164 21,529 - 4,547,114	697,681 541,776 - - 153,165 - 4,752,821
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	683,801 1,435,164 - - 21,529	697,681 541,776 - - - 153,165
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Rott / 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)	683,801 1,435,164 21,529 - 4,547,114	697,681 541,776 - - - 153,165 - 4,752,821
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Rent / Lenses - 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	683,801 1,435,164 21,529 - 4,547,114	697,681 541,776 - - - 153,165 - 4,752,821
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Rott / 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)	683,801 1,435,164 21,529 4,547,114 \$7,731,304	697,681 541,776 - - 153,165 4,752,821 \$6,153,702
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes 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	683,801 1,435,164 21,529 4,547,114 \$7,731,304	697,681 541,776 - - 153,165 4,752,821 56,153,702
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	683,801 1,435,164 21,529 4,547,114 \$7,731,304	697,681 541,776 - - 153,165 4,752,821 \$6,153,702
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes 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	683,801 1,435,164 21,529 4,547,114 57,731,304 3,032,556 \$3,032,556	697,681 541,776 - 153,165 4,752,821 \$6,153,702 - 1,078,896 51,078,896
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Rott / 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 TOTAL PRE-PETITION LIABILITIES(1)	683,801 1,435,164 21,529 4,547,114 \$7,731,304	697,681 541,776 - 153,165 4,752,821 \$6,153,702
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 TOTAL PRE-PETITION LIABILITIES OWNER EQUITY Capital Stock	683,801 1,435,164 21,529 4,547,114 57,731,304 3,032,556 \$3,032,556	697,681 541,776 153,165 4,752,821 56,153,702 1,078,896 51,078,896 \$7,232,598
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 TOTAL PRE-PETITION LIABILITIES(1) TOTAL LIABILITIES OWNER EQUITY Capital Stock Additional Paid-In Capital	683,801 1,435,164 21,529 4,547,114 57,731,304 3,032,556 \$3,032,556	697,681 541,776 153,165 4,752,821 56,153,702 1,078,896 51,078,895 57,232,598
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Rott / 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 TOTAL PRE-PETITION LIABILITIES OWNER EQUITY Capital Stock Additional Paid-In Capital Partners' Capital Account	683,801 1,435,164 21,529 4,547,114 57,731,304 3,032,556 \$3,032,556 \$10,763,860 21,899	697,681 541,776 153,165 4,752,821 56,153,702 1,078,896 51,078,896 \$7,232,598
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Rott / 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 TOTAL PRE-PETITION LIABILITIES(1) TOTAL LIABILITIES OWNER EQUITY Capital Stock Additional Paid-In Capital Partners' Capital Account Owner's Equity Account	683,801 1,435,164 21,529 4,547,114 57,731,304 3,032,556 \$3,032,556 \$10,763,860 21,899	697,681 541,776 153,165 4,752,821 56,153,702 1,078,896 51,078,895 57,232,598
Taxes Payable (refer to FORM MOR-4) Wages Payable Notes Payable Rott / 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 TOTAL PRE-PETITION LIABILITIES TOTAL LIABILITIES OWNER EQUITY Capital Stock Additional Paid-In Capital Partners' Capital Account Owner's Equity Account Retained Earnings - Pre-Petition ⁽²⁾	683,801 1,435,164 21,529 4,547,114 57,731,304 3,032,556 \$3,032,556 \$10,763,860 21,899	697,681 541,776 153,165 4,752,821 56,153,702 1,078,896 51,078,895 57,232,598
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 TOTAL PRE-PETITION LIABILITIES TOTAL PRE-PETITION LIABILITIES OWNER EQUITY Capital Stock Additional Paid-In Capital Pattners' Capital Account Owner's Equity Account Retained Earnings - Pre-Petition ⁽²⁾ Retained Earnings - Postpetition ⁽²⁾	683,801 1,435,164 21,529 4,547,114 57,731,304 3,032,556 53,032,556 \$3,032,556 \$10,763,860 21,899 261,510,769	697,681 541,776 153,165 4,752,821 \$6,153,702 1,078,896 \$1,078,896 \$1,078,896 \$7,232,598 21,783 260,873,412
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 TOTAL PRE-PETITION LIABILITIES OWNER EQUITY Capital Stock Additional Paid-In Capital Partners' Capital Account Owner's Equity Account Retained Earnings - Pre-Petition ⁽²⁾ Adjustments to Owner Equity (attach schedule)	683,801 1,435,164 21,529 4,547,114 57,731,304 3,032,556 53,032,556 \$3,032,556 \$10,763,860 21,899 261,510,769	697,681 541,776 153,165 4,752,821 \$6,153,702 1,078,896 \$1,078,896 \$1,078,896 \$7,232,598 21,783 260,873,412
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 TOTAL PRE-PETITION LIABILITIES OWNER EQUITY Capital Stock Additional Paid-In Capital Partners' Capital Account Owner's Equity Account Retained Earnings - Pre-Petition ⁽¹⁾ Retained Earnings - Postpetition ⁽²⁾ Adjustments to Owner Equity (attach schedule) Postpetition Contributions (Distributions) (Draws) (attach schedule)	683,801 1,435,164 21,529 4,547,114 \$7,731,304 3,032,556 \$3,032,556 \$3,032,556 \$10,763,860 21,899 261,510,769 (255,311,581) (2,881,223) 809,887	697,681 541,776 153,165 4,752,821 \$6,153,702 1,078,896 \$1,078,896 \$7,232,598 21,783 260,873,412 (253,444,600)
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 TOTAL PRE-PETITION LIABILITIES OWNER EQUITY Capital Stock Additional Paid-In Capital Partners' Capital Account Owner's Equity Account Retained Earnings - Pre-Petition ⁽²⁾ Adjustments to Owner Equity (attach schedule)	683,801 1,435,164 21,529 4,547,114 57,731,304 21,399 261,510,769 21,899 261,510,769 (255,311,581) (2,881,223)	697,681 541,776
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 TOTAL PRE-PETITION LIABILITIES OWNER EQUITY Capital Stock Additional Paid-In Capital Partners' Capital Account Owner's Equity Account Retained Earnings - Pre-Petition ⁽¹⁾ Retained Earnings - Postpetition ⁽²⁾ Adjustments to Owner Equity (attach schedule) Postpetition Contributions (Distributions) (Draws) (attach schedule)	683,801 1,435,164 21,529 4,547,114 \$7,731,304 3,032,556 \$3,032,556 \$3,032,556 \$10,763,860 21,899 261,510,769 (255,311,581) (2,881,223) 809,887	697,681 541,776 153,165 4,752,821 \$6,153,702 1,078,896 \$1,078,896 \$7,232,598 21,783 260,873,412 (253,444,600) 809,887

⁽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.

^{*&}quot;Insider" is defined in 11 U.S.C. Section 101(31).

BALANCE SHEET - continuation sheet

ASSETS	BOOK VALUE AT JANUARY 31, 2008	BOOK VALUE ON PETITION DAT SEPTEMBER 14, 200
Other Current Assets		
Accounts Receivable Credit Card Batch	\$23,963	\$18,583
Interest Income Receivable	*	6.182
Employee Travel Advance	1,805	14,250
Other Receivables	*	67,060
Deposits	94.136	97,836
Interdivision Transfers	* 1,200	37,030
Intercompany Receivables - SCO Group	1,745,258	1,745,258
Intercompany Receivables - SCO India	4;4*TorquieU	127.598
Intercompany Receivables - SCO Japan	369,259	356,642
TOTAL OTHER CURRENT ASSETS	\$2,234,421	
Other Assets	\$2,234,421	\$2,433,409
Gopdwill	2.042.600	NO. 10 10 10 10 10 10 10 10 10 10 10 10 10
Investment in Affiliates	2,042,600	2,042,600
TOTAL OTHER ASSETS	2,203 \$2,044,803	2,203
707 DO TITLE ROOMS		\$2,044,803
LUNDY THE AND AMAJED DATUES	BOOK VALUE AT	BOOK VALUE ON PETITION DAT
LIABILITIES AND OWNER EQUITY Other Postpetition Liabilities	JANUARY 31, 2008	SEPTEMBER 14, 200
Just Fostpetition Liabilities		
Accrued Co-op Advertising	181,059	234,720
E*Trade Cash Accrual	•	125
Accrued Expense - Research & Development	13,500	130,779
Accrued Expense - Sales & Marketing	34,015	134,489
Accrued Expense - General & Administrative	22,890	10,500
Accrued Expense - General Legal	22,058	132,500
Accrued Expense - Chapter 11 Fees	116,082	•
Accrued Expense - Escrow Legal	111,468	425,455
Accrued Expense - Other	64,113	45,262
Deferred Income - Services	1,018,702	1.223.830
Deferred Income -PS CONTRAT AC	26,634	9,273
Deferred Income-SES	259,967	341,882
Deferred Income-SES	126	722
Deferred Revenue	24.966	25,616
Deferred Customer Liability	482.653	482.653
Deferred Revenue @ DISTRIB	145,403	176,994
Royalties Payable	90,738	41,231
Accrued Royalties Payable	89,269	146,405
Royalties Payable to Novell	(18,970)	
Intercompany Payables - UK	184,536	133,984
Intercompany Payables - SCO Germany		•
Intercompany Payables - SCO France	377,456	•
Intercompany Payables - SCO Canada	32,034	•
	14,684	•
Intercompany Payables - SCO India	199,658	•
Dilapidation Accrual	182,072	184,401
Pension Accrual	872,000	872,000
TOTAL OTHER POSTPETITION LIABILITIES djustments to Owner Equity	\$4,547,114	\$4,752,821
Warrants Outstanding	856,549	856,549
Dividends Declared	2,399,095	2,399,095
Treasury Stock	(2,445,757)	(2,445,757
TOTAL OTHER ADJUSTMENTS TO OWNER EQUITY	\$809,887	\$809,887

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.

Federal	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Date Paid	Check No. or EFT	Ending Tax Liability
Withholding FICA-Employee						
FICA-Employer						
Unemployment			See attesta	tion letter		
Income						
Other:						
Total Federal Taxes State and Local	DRING GARANTAN P	Michigan Trabanna straetuse			STATESTICAL SERVICES FOR THE ACCU	
Withholding	aforade et di ki	14 THE LOCAL BUILDING SAFEY				4.17.28.748.X4.35.55.55
Sales						
Excise						
Unemployment						
Real Property			See attesta	tion letter		
Personal Property						
Other:						
Total State and Local Total Taxes						
A VEGA & AUXVS						

SUMMARY OF UNPAID POSTPETITION DEBTS

Attach aged listing of accounts payable.

	Cu	rrent	0-30		A	Number of D 60	Past Due 90	23/12/14	er 90	Tota	216079200200707070707070
Accounts Payable	\$	894,580	\$	76,484	\$	(10,267.66)	\$ •	\$	82,898	S	1,043,695
Wages Payable		1,435,164		-			•		*		1,435,164
Taxes Payable		683,801		-		*	-		-		683.801
Rent/Leases-Building		-		-		-	*				-
Rent/Leases-Equipment		-				•	-		-		
Secured Debt/Adequate Protection Payments				-		-	*		-		
Professional Fees		21,529				•			30-		21,529
Amounts Due to Insiders*		•				•	-				•
Other: Other Postpetition Liabilities		4,547,114		*		-	 -				4,547,114
Total Postpetition Debts	\$	7,582,189	\$	76,484	\$	(10,267.66)	\$	\$	82,898	\$	7,731,304

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

February 21, 2008

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: 02/21/2008

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

Ken Nielsen

Chief Financial Officer

ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Accounts Receivable Reconciliation	Amount
Total Accounts Receivable at the beginning of the reporting period	\$3,471,772
+ Amounts billed during the period	1,986,046
- Amounts collected during the period	1,326,474
Total Accounts Receivable at the end of the reporting period	\$4,131,344
Accounts Receivable Aging	
0 - 30 days old	1,906,701
31 - 60 days old	1,093,876
61 - 90 days old	215,802
91+ days old	915,017
Accounts Receivable	4,131,396
Foreign Exchange Adjustment	(53)
Total Accounts Receivable	4,131,344
Receivables-Royalties	384,511
Allowance for Sales Returns	•
Allowance for Doubtful Accounts	(316,119)
Accounts Receivable (Net)	(158,169)
	\$4,041,566

DEBTOR QUESTIONNAIRE

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