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AUG 2 1 2009

U.S. DISTRICT COURT

DENVER
LAS VEGAS
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LOS CABOS
ORANCE COUNTY
PHOENIX
SALT LAKE CITY

TUCSON

July 22, 2009

## BY HAND DELIVERY

Honorable Dale A. Kimball United States District Court District of Utah 350 South Main Street, Room 476 Salt Lake City, Utah 84101

Re:

The SCO Group v. International Business Machines Corporation

Civil No. 2:03cv0294 – Citation of Supplemental Authority

#### Your Honor:

We are counsel for defendant and counterclaim plaintiff IBM in the above-referenced matter. On July 20, 2009, we filed IBM's Memorandum in Opposition to SCO's Motion for Modification of the Stipulated Protective Order. At page 3 of the memorandum, IBM argued that SCO's motion should be denied because "there is no basis for use of documents about SCO v. IBM (the purported reason for the requested modification) in SCO's bankruptcy proceedings." On July 21, 2009, the Honorable Kevin Gross, United States Bankruptcy Judge for the District of Delaware, entered an order in SCO's bankruptcy case stating that "[t]he Court will not hear testimony or admit into evidence reports or affidavits/declarations addressing the merits of Debtors' claims against IBM, Novell, Red Hat and/or AutoZone. Any testimony or evidence on the strengths or weaknesses of the cases would inappropriately require the Court to make findings on the merits of the litigations without a full record." (7/21/09 Order at 1).

Enclosed with this letter is a copy of Judge Gross's order, which we provide pursuant to DUCiv R 7-1(b)(5) and which we believe renders most SCO's pending motion. If we can be of assistance or respond to any questions, please feel free to contact counsel for the parties.



Honorable Dale A. Kimball July 22, 2009 Page 2

Very truly yours,

SNELL & WILMER

Todd M. Shaughnessy

TMS:dw Enclosure

cc:

Ted Normand (w/enc.)

Brent Hatch (w/enc.)
David Marriott (w/enc.)

## IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

In re:	)	Chapter 11
	)	
The SCO GROUP, INC., et al.,	)	Case No. 07-11337(KG)
	)	
Debtors.	)	

### ORDER RE HEARING TO BE HELD ON JULY 27, 2009

International Business Machines Corporation by letter, dated July 21, 2009, from Richard Levin, Esquire (the "Letter"), has alerted the Court to issues concerning the Hearing on July 27, 2009. Given the few days remaining prior to the Hearing, the Court is issuing this Order in advance of the teleconference on July 22, 2009, at 9:00 a.m.

# 1. <u>Discovery</u>

- a. Debtors shall produce by the close of business on July 22, 2009, all of the documents responsive to the categories the Letter identifies.
- b. Debtors shall either make available for deposition on July 23, 2009
   (afternoon) Ryan Tibbits and William Broderick, or will not be permitted to have them testify.

### 2. Hearing

a. The Court will not hear testimony or admit into evidence reports or affidavits/declarations addressing the merits of Debtors' claims against IBM, Novell, Red Hat and/or AutoZone. Any testimony or evidence on the strengths or weaknesses of the cases would inappropriately require the Court to make findings on the merits of the litigations without a full record.

b. The Court will allot 2.5 hours for each side (i.e. Debtors on one side, IBM and Novell on the other) and time for the Office of the United States Trustee, if needed, up to 30 minutes. Each side will have a total of 30 minutes to make an opening (if desired) and/or a closing argument and the Office of the United States Trustee will have 10 minutes. The Court urges the parties to consider and discuss the possibility of proffering direct testimony subject to cross examination of the witness.

c. The parties shall exchange Hearing exhibits as follows:

All parties: by noon on July 23, 2009

Objections: exchanged by 4:00 p.m. on July 24, 2009

3. The Court will conduct a teleconference on July 22, 2009, at 9:00 a.m.

SO ORDERED this 21st day of July, 2009