



Via Telecopy and Certified Mail

September 10, 2003

Mr. Joseph A. LaSala, Jr.
Novell, Inc.
404 Wyman Street, Suite 500
Waltham, MA 02451

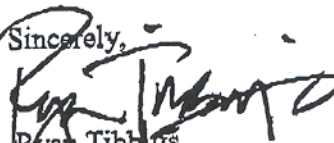
Dear Mr. LaSala,

I write in response to your letters to Darl McBride of August 4, 2003, and August 20, 2003. Please direct all future correspondence to The SCO Group, Inc. to my attention.

We have reviewed and considered your letters in detail and disagree with your analysis and conclusions. Your current interpretation of the agreements, which appears to be of recent vintage, ignores certain provisions of the relevant documents and does not consider the agreements between Novell and SCO as a whole. We respectfully suggest that you carefully review all of the agreements in their entirety, particularly Amendment No. 2.

In addition, it appears that Novell is acting in concert with IBM to destroy the value of the SCO UNIX and UnixWare intellectual property acquired from Novell in the Asset Purchase Agreement. SCO is not going to let this happen. Further, we request that Novell abide by the terms of the agreement, including all amendments.

Thank you for your attention to this matter. Please feel free to call if you have any questions.

Sincerely,

Ryan Tibbatts
General Counsel
The SCO Group, Inc.