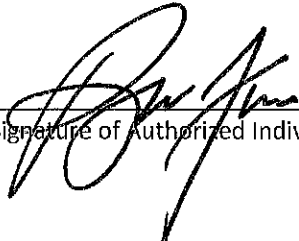


UNITED STATES BANKRUPTCY COURT
DISTRICT OF DELAWARE
SPANSION INC
Case No: 09-10690 (KJC)
Reporting Period: July 27, 2009 to August 23, 2009

FORM	DESCRIPTION	REMARKS
MOR-1	Schedule of cash receipts and disbursements (Form: MOR-1)	N/A
	1.1- Cash balances by bank account	N/A
	1.2- Schedule of professional fees paid (Form: MOR-1b)	N/A
	1.3-Copies of bank statement	N/A
	1.4-Cash disbursement journals	N/A
MOR-2	Statement of operation (Form: MOR-2)	Enclosed
MOR-3	Balance sheet (Form: MOR-3)	Enclosed
MOR-4	Status of post petition taxes (Form: MOR-4)	N/A
	4.1- Copies of IRS form6123 or payment receipt	N/A
	4.2-copies of tax returns filed during reporting period	N/A
	Summary of unpaid post petition debts (Form: MOR-4)	N/A
	- listing of aged accounts payables (Form: MOR-4)	N/A
MOR-5	Trade accounts receivable reconciliation and aging (Form: MOR-5)	N/A
MOR-5	Debtor questionnaire (Form: MOR-5)	
	Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below	N/A
	Have any funds been disbursed from any account other than a debtor in possession account this reporting period? If yes, provide an explanation below	N/A
	Have all post petition tax returns been timely filed?. If no, provide an explanation below	Yes
	Are workers compensation, general liability and other necessary insurance coverage in effect? If no, provide an explanation below	N/A
	Has any bank account been opened during this reporting period? If yes, provide documentation identifying the opened accounts. If an investment account has been opened provide the required documentation pursuant to the Delaware Local Rule 4001-3	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 Authorized Individual

10/21/2009
Date

Randy Furr, CFO
Printed Name of Authorized Individual

Date

Spansion Inc.
Case No.: 09-10690 (KJC)

Spansion LLC, the former joint venture 60% owned by AMD and 40% owned by Fujitsu, was reorganized into Spansion Inc. and on December 15, 2005, Spansion Inc. commenced its underwritten initial public offering ("IPO") of its common stock. As a result of its IPO, Spansion Inc. became the holding company that directly and indirectly owns Spansion LLC, the principal operating company of Spansion. Spansion Inc. does not have any employees, nor does it conduct any business that generates any revenue. It also does not file any separate income or payroll tax returns. However it is the parent company for Spansion's federal consolidated and California worldwide unitary tax returns.

Spansion Inc. recognizes operating results of Spansion LLC and Spansion Technology LLC based on equity method of accounting until its investment amount is reduced to zero. In accordance with US Generally Accepted Accounting Principles, an investor should discontinue recognizing its share of equity method losses when the losses equal or exceed the investor's interest in the investee and the investor should not recognize its share of the investee's subsequent profits until the amount of unrecognized profit equals the amount of any previously unrecognized losses. As a result, Spansion Inc. has recognized accumulated deficit of Spansion LLC and Spansion Technology LLC and reduced the inter-company investment in Spansion LLC and Spansion Technology LLC to zero. In addition, the balance sheet as of petition date in the report attached has also reflected the equity method of accounting.

SPANSION INC (CASE NO: 09-10690 (KJC))
 REPORTING PERIOD: JULY 27, 2009 TO AUGUST 23, 2009

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	MONTH	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)	\$25,787	\$913,221
Less: Ending Inventory		
Cost of Goods Sold	\$25,787	\$913,221
Gross Profit	(\$25,787)	(\$913,221)
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		
Repairs and Maintenance		
Rent and Lease Expense		
Salaries/Commissions/Fees		
Supplies		
Taxes - Payroll		
Taxes - Real Estate		
Taxes - Others		
Travel and Entertainment		
Utilities		
Other (attach schedule)	\$241,755	\$4,071,605
Total Operating Expenses Before Depreciation	\$241,755	\$4,071,605
Depreciation/Depletion/Amortization		
Net Profit (Loss) Before Other Income & Expenses	(\$267,542)	(\$4,984,825)
OTHER INCOME AND EXPENSES		
Other Income (attach schedule)		
Interest Expense		
Other Expense (attach schedule)		
Net Profit (loss) Before Reorganization Items	(\$267,542)	(\$4,984,825)
REORGANIZATION ITEMS		
Professional Fees		
U.S. Trustee Quarterly Fees		
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)	(\$267,542)	(\$4,984,825)

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

SPANSION INC (CASE NO: 09-10690 (KJC))

REPORTING PERIOD: JULY 27, 2009 TO AUGUST 23, 2009

STATEMENT OF OPERATIONS - continuation sheet

BREAK DOWN OF "OTHER" CATEGORY	MONTH	CUMULATIVE FILING TO DATE

Other Costs

Stock compensation expense	\$25,787	\$913,221

Other Operations Expenses

Stock compensation expense	\$241,755	\$4,071,605

Other Income

Other Expenses

Other Reorganization Expenses

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.

BALANCE SHEET

The Balance Sheet is to be completed on an accrual basis only. Pre-petition liabilities must be classified separately from postpetition obligation.

ASSETS	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE
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)	\$13,735,008	\$13,199,978
TOTAL CURRENT ASSETS	\$13,735,008	\$13,199,978
PROPERTY AND EQUIPMENT		
Real Property and Improvements		
Machinery and Equipment		
Furniture, Fixtures and Office Equipment		
Leasehold Improvements		
Vehicles		
Less Accumulated Depreciation		
TOTAL PROPERTY & EQUIPMENT	\$0	\$0
OTHER ASSETS		
Loans to Insiders *		
Other Assets (attach schedule)		
TOTAL OTHER ASSETS	\$0	\$0
TOTAL ASSETS	\$13,735,008	\$13,199,978

LIABILITIES AND OWNER EQUITY	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE
LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)		
Accounts Payable		
Taxes Payable (refer to FORM MOR-4)		
Wages Payable		
Notes Payable		
Rent/Lease - Building/Equipment		
Secured Debt/Adequate Protection Payments		
Professional Fees		
Amounts Due to Insiders *		
Other Postpetition Liabilities (attach schedule)		
TOTAL POSTPETITION LIABILITIES	\$0	\$0
LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)		
Secured Debt		
Priority Debt		
Intercompany payable	\$64,907	\$64,907
TOTAL PRE-PETITION LIABILITIES	\$64,907	\$64,907
TOTAL LIABILITIES	\$64,907	\$64,907
OWNER EQUITY		
Capital Stock	\$161,976	\$161,371
Additional Paid-In Capital	\$2,359,161,625	\$2,353,341,296
Partners' Capital Account		
Owner's Equity Account		
Retained Earnings - Pre-Petition	(\$2,340,668,674)	(\$2,340,367,595)
Retained Earnings - Postpetition	(\$4,984,825)	
Adjustments to Owner Equity (attach schedule)		
Postpetition Contributions (Distributions)(Draws)(attach schedule)		
NET OWNER EQUITY	\$13,670,101	\$13,135,071
TOTAL LIABILITIES AND OWNERS EQUITY	\$13,735,008	\$13,199,978

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

SPANSON INC (CASE NO: 09-10690 (KJC))

REPORT REPORTING PERIOD: JULY 27, 2009 TO AUGUST 23, 2009

BALANCE SHEET - continuation sheet

ASSETS		BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE
Other Current Assets			
	Intercompany - stock compensation expense charge	\$13,735,008	\$13,199,978
	Total Other Current Assets	\$13,735,008	\$13,199,978

Other Assets			

LIABILITIES AND OWNER EQUITY		BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE
Other Postpetition Liabilities			

Adjustments to Owner Equity			

Postpetition Contributions (Distributions)(Draws)			

Restricted Cash is cash that is restricted for a specific use and not available to fund operations. Typically, restricted cash is segregated into a separate account, such as an escrow account.