

Unico Inc



OTC BB Trading Symbol: UCOI

www.unicomining.com

Geological Work Conducted at Unico, Inc. Subsidiary Mines

December 2007
Newsletter

Initial Study Undertaken at Clyde, Crown Point and Deer Trail Mines

Unico, Incorporated, a publicly traded (OTC BB: UCOI) natural resource company in the precious metals mining sector, has announced that geological work has recently been conducted at the Deer Trail Mine in Marysvale, Utah and at the Clyde and Crown Point mining claims. The Clyde and Crown Point claims were subjects of a lease agreement with Deer Trail Mining Company, Inc. that was announced in July 2006. The report submitted by Dean Misantoni, senior geologist for Deer Trail Mining Company, a wholly owned subsidiary of Unico, Incorporated, states:

"Since August, 2007, initial geologic work has been conducted on the Clyde and Crown Point Mine areas. This includes the review of very limited previous geochemical data and maps of the area, aerial photographic examination, surface reconnaissance mapping and sampling, and Brunton and tape mapping/sampling of accessible underground workings.

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As of this date, some 20 samples have been collected and analyzed by ALS Chemex in Vancouver, British Columbia. The initial focus has been on understanding the nature of the deposit(s), establishing the widths of mineralized structures, establishing the geochemical signature of the mineralization as an aid in guiding further exploration at depth, and its relationship to the mining district as a whole.

A mineralized, generally fine-grained hornblende-biotite porphyry of unknown dimensions is exposed

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Recent News

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Unico, Inc. Announces Recent Geological Work Conducted at the Deer Trail Mine

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Unico, Inc. Announces Initial Geological Work Conducted at Clyde and Crown Point Mines

11/19/2007

Unico, Inc. Announces the Addition of a New Photo Gallery Showing the Recent Progress of Reconstruction Work at the Mill and Processing Facility at the Deer Trail Mine

11/15/2007

Unico, Inc. Announces Additional Progress of Reconstruction Work and Equipment Testing at the Mill and Processing Facility at the Deer Trail Mine

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Unico, Inc. Announces New Photo Gallery Showing Progress of Additional Work Completed by Atlas Fausett Contracting to Rehabilitate the Deer Trail Mine for Underground Mining Activities

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Unico, Inc. Reports on Additional Work Completed by Atlas Fausett Contracting to Rehabilitate the Deer Trail Mine for Underground Mining Activities

11/07/2007

Unico, Inc. Reports Progress of Equipment Startup Testing Including Upgrades to the Ball Mill at the Deer Trail Mill and Processing Facility

About Unico, Incorporated

Unico, Inc. (OTC BB: UCOI) is a publicly traded natural resource company in the precious metals mining sector that is focused on the exploration, development and production of gold, silver, lead, zinc, and copper concentrates at its three mine properties: the Deer Trail Mine, the Bromide Basin Mine and the Silver Bell Mine. In addition to the recent purchase of the Deer Trail Mine, Unico has also announced agreements to acquire over 70 additional mining claims. In August 2007, Unico announced that its wholly owned Deer Trail Mining Company subsidiary had completed the purchase of the Deer Trail Mine from Crown Mines, LLC. For more information, please visit the Company's corporate website, www.unicomining.com.

Unico Reports Progress of Equipment Startup Testing Including Upgrades to the Ball Mill at the Deer Trail Mill and Processing Facility

Unico has reported progress of the startup testing of equipment in the mill and processing facility at the Deer Trail Mine, which included the replacement of the 200-horsepower synchronous motor for the ball mill and significant expansion of the onsite laboratory facility that has been relocated adjacent to the mill buildings.

Wiring for the ball mill in the main mill building was completed and startup testing of the ball mill was initiated.

A new WEG Electric (<http://www.wegelectric.com/>) 250-horsepower motor has been purchased to replace the motor previously installed on the ball mill. The efficiency rating of the new motor is 94.7% compared to that of the old motor, which was rated at 79%, allowing the overall cost of operating the mill to be drastically reduced.

A new Mitsubishi variable frequency drive (VFD) was located and purchased to replace the General Electric synchronous motor controller.



Installation of the new variable frequency drive will allow Deer Trail Mining Company's metallurgist Edgar Blanco to adjust the speed of the mill to help optimize the rate of which each ore can be ground. A dramatic power savings is expected by installing the variable frequency drive, as it adjusts the outgoing frequency and voltage during starting and stopping of the ball mill.

The Mitsubishi variable frequency drive is fully computer integrated, allowing all of the perimeters including horsepower, amperage

and revolutions per minute to be monitored and adjusted at any given time from a centralized computer located in the mill control room.

Both the motor and variable frequency drive are being initially started up and programmed by Energy Management Corporation (<http://www.emcsolutions.com/>) located in Salt Lake City.

"While the replacement of the synchronous motor for the ball mill was unanticipated before the startup testing was initiated, the improved performance and efficiency of the new motor and variable frequency drive are expected to provide long-term benefits for operations at the mill and processing facility at the Deer Trail Mine," commented Mark A. Lopez, chief executive officer of Unico, Inc.

"We will continue to make whatever upgrades are necessary to maximize the potential of processing operations and improve the outlook for future revenue possibilities at the Deer Trail mill facility," he stated.

Unico provided a subsequent update, which included detail of the laboratory expansion.

The new 250-horsepower motor had been delivered and installed in the mill. The new VFD had also been installed.

Start-up testing of the ball mill with the new motor and variable frequency drive was scheduled to begin immediately.



The conveyor belts leading up to the fine ore bin have been correctly timed to operate in sequence. A test run of material up the belts was also scheduled to begin immediately, which will allow for checks of the newly installed belt and hoppers that feed into the ball mill.



A laboratory addition has been built that more than doubles the size of the laboratory in order to meet the expanding need for onsite analysis for both underground activities and operations at the mill facility. In addition to the analytical work, the laboratory is being used for the preparation of samples for start-up testing at the mill.

Concrete walkways leading from the mill to the laboratory have been completed. This will allow safe travel during the winter months for the laboratory personal while they are sampling and making adjustments in the mill.

The metal exterior of the mill buildings have now been completely coated with textured elastomeric paint to protect the exterior of the buildings from the elements and help to minimize future maintenance.

"We are pleased to report additional reconstruction progress including further equipment testing at the mill and processing facility at the Deer Trail Mine. We look forward to completing the remaining reconstruction work, including additional electrical

connections and more testing of equipment at the facility, so that processing operations can be initiated at the facility. The main priority on site right now is getting the mill up and running, and we are anxious to make that happen as soon as possible," added Mr. Lopez.



Geological Work Is Conducted at Multiple Unico Subsidiary Mines

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on the surface and in underground workings on the property. It crops out over at least 500 feet in an east-west direction in the vicinity of the of the Clyde adits, and extends downhill to the south to near Cottonwood Creek Road. It was not noted in or near the Crown Point Mine. Faulted and mineralized intrusive contacts are exposed, either within steeply dipping clastic rocks, possibly shales of the Triassic Chinle Formation, on the west, or quartzites of the Jurassic Navajo sandstone on the east.

The property lies along several large, regional faults, and the Mesozoic sedimentary rocks are jumbled and rotated to near vertical, probably due to fault rotation, and possibly in part due to the intrusion. The form of the intrusive body appears to be that of a small plug or stock, as opposed to a dike, at the present level of exposure. Hydrothermal alteration varies from moderate propylitization (chlorite, magnetite, calcite) to intense phyllic alteration (clay/sericite) with disseminated pyrite and Fe-oxides. Rocks devoid of alteration are not exposed.

Mineralization consists of veins and mineralized breccias within the intrusion, and extends into the country rocks, which are sometimes altered to hornfels or fine-grained, green calc-silicate assemblages. The strongest zones of mineralization seem to occur along the northwest flank of the intrusion, at the brecciated contact of the intrusion with the enclosing sedimentary rocks, at the junction of at least two faults. Minerals consist of fine-grained pyrite-chalcopyrite-galena-sphalerite-tetrahedrite-tennantite in white to clear quartz veins and breccias. Other phases (enargite-covellite-chalcocite) have been tentatively identified. The mineralization appears to be unoxidized except for extensive, post-mine copper sulfate staining of fractures in the upper Clyde adit winze.

Although much work remains to be done, the Clyde prospect is definitely anomalous in a suite of elements, including gold (Au), silver (Ag), copper (Cu), lead (Pb), zinc (Zn), molybdenum (Mo), bismuth (Bi), barium (Ba,) and fluorine (F), consistent with the model for the mining district as a whole, and with a subvolcanic porphyry-type environment. The petrology of the intrusive, structural setting, and hydrothermal alteration types also fit the model quite well.

The presence of a buried intrusive stock and porphyry system beneath Alunite Ridge has long been hypothesized, and the Clyde prospect (to the south and topographically beneath Alunite Ridge) may represent one instance where the top of such an intrusive system is exposed at the surface. Road access and drilling platforms are present, and are much more logistically sound than historic proposals to drill from platforms high on the mountains to the north."

The company also issued the following update on the recent geological work conducted at the Deer Trail Mine, which states:

"During the last 4 months, the objective of geologic work has been review of the previous database, familiarization with the structural and stratigraphic controls on mineralization, with the main focus being assembling an up-to-date database incorporating previous work, the recent Behre Dolbear study and ongoing sampling in the

3100-3400 area of the mine, particularly mineralized veins and mantos which occur at or above the PTH level that might provide mill feed at the lowest cost in the near future.

Prior to August, 2007, there were no assay plans or sections incorporating systematic chip channel sampling, drill hole intercepts, etc. on file on the property, the basic tools for graphically constructing ore reserve estimates. In addition, there are no systematic, usable figures for mineable widths or cutoff grades for various metal price scenarios. A program has been initiated to sample (in places possibly resample) all exposed mineralization in the 3100-3400 area with sufficient density to form the basis for an ore reserve estimate in the future. This includes careful sampling over measured widths, and sampling of adjacent low grade or waste to determine diluted grades and mineable widths. Some additional splitting and sampling of drill core has also been performed.



All samples are being sent to ALS Chemex in Vancouver, British Columbia for gold (Au), silver (Ag), lead (Pb), copper (Cu), and zinc (Zn) analyses, as well as a multi-element package for pathfinders that provide additional exploration tools, particularly in regard to the relationship between veins (feeders) and mantos in the Deer Trail deposits. The ultimate goal is to have a complete set of assay plans and cross-sections at 50 feet (or less) intervals through the 3100-3400 area that will prove or disprove ore continuity and grade. To supplement this work, a close in longholing program is being designed to test for projected mineralization to the west and southwest of the 3100 area that might be explored and developed rapidly by drifting, if warranted.

Such a program is standard operating procedure, a fundamental part of any mine database. A similar program will need to be initiated for mineralization below the PTH level in this same area, and ultimately, for the entire mine, including the 8600 area. For the time being, all analyses will be performed by ALS Chemex, with all pulps being saved for later checking using in-house facilities, as part of a QC-QA program initiation."

Mark Lopez, chief executive officer of Unico, Inc., stated, "As we prepare to initiate processing operations at the mill and processing facility at the Deer Trail Mine, we will concurrently work to explore and develop additional sources beneficial to the facility. These sources are expected to include underground mining activities associated with the Deer Trail Mine, as well as other potential targets from the additional claims in the area, which include the Clyde and Crown Point mines.

"We are quite pleased to have received these reports from Mr. Misantoni and look to continue the geological analysis of these claims as we move forward with our exploration efforts," Mr. Lopez added.

Additional Work Completed by Atlas Fausett Contracting to Rehabilitate the Deer Trail Mine for Underground Mining Activities

Unico, Incorporated has reported additional progress of work by Atlas Fausett Contracting, with which the company's wholly owned Deer Trail Mining Company subsidiary has contracted for underground mine maintenance work including portal and stope rehabilitation at the Deer Trail Mine in Marysvale, Utah.

A new photo gallery showing the recent progress of work conducted by Atlas Fausett Contracting has been added to the Media section of the Unico website in the next several days.

Atlas Fausett Contracting, a division of Atlas Mining Company (www.atlasmining.com), is contracted to conduct initial underground maintenance work including the replacement of timber sets, clean up of the main haulage way and installation of ground support where needed.

Atlas Fausett Contracting provides a variety of services, including site evaluation, feasibility studies, trouble-shooting and consultation prior to the undertaking of exploration and mine development. AFC projects include all types of underground mine development, rehabilitation and specialized civil construction.



During the week of September 24, 2007, Atlas Fausett Contracting initiated the mine maintenance work and reopening of the PTH Tunnel that is expected to pave the way for future underground mining activities at the Deer Trail Mine.



Atlas has since removed over three hundred feet of old timber that was being used for ground support within the first 2400 feet of the Deer Trail PTH Tunnel. The support timber was replaced to ensure

structural integrity for underground mining activities at the mine.

The mine timbers that have been removed have been replaced with forty-six sets of timber that were placed on six-foot centers. In conjunction with the timbering work, Atlas has installed over 105 Jenmar rock bolts and 47 nine foot steel support mats. An additional 200 rock bolts are expected to be installed and 4 sets of timber replaced. Once this work is complete, rehabilitation work on the 3400 East stope can begin.



Engineering work is planned for the rehabilitation of the 6600 raise, which will be used to interlock the main PTH Tunnel with the upper Deer Trail #3 haulage tunnel. This will allow the company to gain access to the 8600 workings in the PTH Tunnel by providing a second escape route to the surface as required by the Mine Safety and Health (MSHA). The 8600 area was the last location to be mined which included shipments to outside mills during the period of 1970 through 1983.

Atlas' work is expected to bring the 3400 East stope in compliance with MSHA standards. The 3400 East area was previously mined for silver, gold, lead and zinc. The development waste generated from the rehabilitation of the 3400 East stope is expected to provide immediate feed for the mill and processing facility at the Deer Trail Mine, in addition to the material from the upper dump area, which has been screened and is prepared for processing.

"We are pleased to report on the continued progress of underground rehabilitation and maintenance work at the Deer Trail Mine by Atlas Mining. These are important steps in preparing for potential future underground mining activities at the site. The company is excited about the completion of this work and the progress being made toward the next step, which will be executing its future underground mining plan," stated Mark A. Lopez, chief executive officer of Unico, Inc.

Forward-Looking Statements

This newsletter may contain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended and such Section 21E of the Securities Exchange Act of 1934, as amended. Such statements are subject to risks and uncertainties that could cause actual results to vary materially from those projected in the forward-looking statements. The company may experience significant fluctuations in operating results due to a number of economic, competitive and other factors. These factors could cause operation results to vary significantly from those in prior periods, and those projected in forward-looking statements. Information with respect to these factors, which could materially affect the company and its operations, are included on certain forms the company files with the Securities and Exchange Commission.