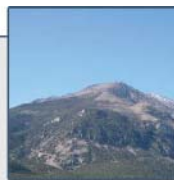


# Unico Inc



OTC BB Trading Symbol: UNCO

[www.unicominer.com](http://www.unicominer.com)

## Unico, Inc. Updates Improvements and Repairs Made to Flotation Circuit as a Result of Ongoing Testing at the Deer Trail Mill and Processing Facility

July 2008  
Newsletter

Unico, Inc., a publicly traded (OTC BB: UNCO) natural resource company in the precious metals mining sector, has announced additional improvements and repairs that have been made as a result of testing of the completed flotation circuit at the mill and processing facility at the Deer Trail Mine in Marysvale, Utah.

During an extended period of operation, it was noted that the balance of feed being pumped to the Krebs Cyclone was unsustainable. After contacting Krebs, the manufacturer of the cyclone, their engineers noted that the ball mill would need to operate with a three hundred percent re-circulating load to help maintain the longevity of the mill liners and control the fluctuations in the milling circuit.

Deer Trail mill personal attempted to maintain the required underflow returning to the ball mill for regrind, while maintaining the required overflow reporting to flotation. The imbalances that were observed created surges into the primary flotation feed, causing uncontrolled frothing and over and under dosages of flotation reagents. After several attempts to correctly operate the cyclone, it was determined that the mill would need to be temporarily shut down as further laboratory testing could be conducted.

Several tests were completed in the metallurgical laboratory at the site. It was determined that a distribution box needed to be constructed and placed into the cyclone circuit.

### Inside this Issue

Alex Scarbrough  
Appointed Senior  
Geologist of Deer Trail  
Mining Company  
**page 2**

Unico Receives an  
Additional Funding  
from Moore Investment  
Holdings, LLC  
**page 2**

### Recent News

**7/10/2008**

*Unico, Inc. Announces Update on Improvements and Repairs Made to Flotation Circuit as a Result of Ongoing Testing at the Deer Trail Mill and Processing Facility*

**7/3/2008**

*Unico, Inc. Announces an Additional \$95,000 in Funding From Moore Investment Holdings, LLC*

**6/30/2008**

*Unico, Inc. Announces Reverse Stock Split and New Trading Symbol*

**6/13/2008**

*Unico, Inc. Announces the Appointment of Alex Scarbrough as Senior Geologist for the Deer Trail Mining Company*

**6/10/2008**

*Unico, Inc Files Annual Financial Report*

**6/5/2008**

*Unico, Inc Announces the Receipt of an Additional \$85,000 in Funding from Moore Investment Holdings, LLC*

(continued on page 3)

### About Unico, Incorporated

Unico, Inc. (OTC BB: UNCO) 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 subsidiary mine properties. 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.unicominer.com](http://www.unicominer.com).

# Alex Scarbrough Appointed as Senior Geologist for the Deer Trail Mining Company

Alex Scarbrough, who possesses thirty-three years of experience in the minerals exploration industry and a broad academic background in geology, has been appointed as senior geologist for Unico's wholly owned subsidiary, Deer Trail Mining Company LLC. Dean Misantoni, who previously served as senior geologist, will now act as consulting geologist for Deer Trail Mining Company.

Included in Mr. Scarbrough's experience was his role as senior geologist for Behre Dolbear and Company (USA), Inc., which was contracted to provide geological services at the Deer Trail Mine in Marysvale, Utah. Mr. Scarbrough was assigned by Behre Dolbear to conduct and supervise the logging and splitting work on core samples taken from the underground diamond core drilling program conducted at the Deer Trail Mine in 2005.

For the Deer Trail Mine project, Mr. Scarbrough evaluated 7,235 feet of underground core from 13 holes drilled in carbonate-hosted manto-type polymetallic mine for their base and precious metal potential. His primary duties on the project included detailed geologic and geotechnical logging of lithologies and alteration present in core, the splitting and assaying of sporadic major and extensive minor mineralization, and the subsequent determination of gross and detailed composite assay intervals and their respective weight-averaged grades.

Most recently, Mr. Scarbrough served as president of Rush Creek Mining Company in Centennial, Colorado. He was engaged by Inspiration Mining Corporation to consult on advanced-stage drilling of nickeliferous Komatiite-hosted deposit occurring in Achaean greenstone belt in east-central Ontario. In this role, Mr. Scarbrough continued work begun in 2006 with Behre Dolbear and Company, Inc. on manto-type polymetallic deposit. He completed the evaluation of drill core and wrote a comprehensive report on relationship between stratigraphy and mineralization to be used by client in assessing potential for future exploration and development at the mine.

As an independent consultant from 2003-2005, Mr. Scarbrough conducted work on behalf of the Bureau of Land Management (BLM) and involved research and compilation of undeveloped and developed metallic and non-metallic mineral resources, existing mineral extraction operations, and projected mineral development in Grand and San Juan Counties, Utah.

From 1997 to 2001, Mr. Scarbrough worked as a geologic contractor for the Colorado Geological Survey, identifying, assessing, and inventorying all metallic, non-metallic, and industrial minerals/construction materials as well as coal resources on over 4 million acres of state-owned lands.

As an independent contractor, he also worked to identify and pursue carbonate-hosted zinc reserves for a major fully integrated zinc company with operating mines and refineries.

Previous to this experience, Mr. Scarbrough worked in a variety of geologist positions, both within the company and

as a consultant, for BHP Minerals International Exploration Inc., Noranda Exploration, Inc., USMX, Inc., Westmont Mining, Inc., Nicor Mineral Ventures, Houston International Minerals Corporations/Tenneco Minerals, Cominco American Inc., and the Atlantic Richfield Company.

Mr. Scarbrough graduated cum laude from Memphis State University with a Bachelor of Science degree in Geology, followed by a Master of Science degree, also in Geology.

"We are pleased to have Alex Scarbrough join the Deer Trail Mining Company as senior geologist," commented Mark A. Lopez, chief executive officer of Unico, Inc. "He is very familiar with the Deer Trail project through experience with BDUSA and the core logging and splitting program at the site. His contributions are expected to play an important role in planned future underground mining activities at the Deer Trail Mine and potentially at additional mining claims in the area.

"Dean Misantoni will continue to work with the company as a consulting geologist and we look forward to his ongoing contributions," Mr. Lopez added.

Unico recently announced the completion of reconstruction and testing of the floatation circuit at the mill and processing facility at the Deer Trail Mine. The company expects to provide additional updates on the progress of testing and subsequent operations at the facility on a regular basis.

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## Unico Receives Additional Funding to Stimulate Operations at the Deer Trail Mine

On July 3, 2008, Unico announced the receipt of an additional \$95,000 in financing through the sale of three new convertible debentures to Moore Investment Holdings, LLC, a Nevada limited liability company. The funding has been targeted toward upgrades and improvements to the floatation circuit at the mill and processing facility at the Deer Trail Mine.

The \$95,000 in funding includes convertible debentures of \$25,000 received on June 11, 2008, \$45,000 received on June 19, 2008, and \$25,000 received on June 30, 2008.

Including the recently received \$95,000, Unico has received a total of \$1,180,000 in financing since the beginning of the 2008 calendar year to help stimulate operations at the Deer Trail Mine.

Unico's wholly owned Deer Trail Mining Company subsidiary recently announced the completion of the floatation circuit at the mill and processing facility at the Deer Trail Mine. In addition to testing of the completed floatation circuit, a number of additional improvements have been made.

(continued on page 3)

# Unico Reports Improvements and Repairs Made to Flotation Circuit as a Result of Ongoing Testing at the Completed Deer Trail Mill and Processing Facility

(continued from page 1)

The distribution box allows the mill operator to send a portion of the cyclone overflow back to the ball mill, thus helping to maintain the required amount of ore being re-circulated back for regrind and providing the required re-circulating load. After the installation of the newly constructed distribution box, the classified material being sent from the cyclone overflow to the flotation conditioning tanks was stabilized.

Also during the testing process, it was discovered that the sulfide concentrate being produced at the mill would need an additional step to further maximize the quality and increase the economics of shipping. It was also noted that the concentrate contained a significant amount of freely floating talc or clay-like mineral.

A third set of Gallagher flotation cells have been reconditioned and installed into the main mill building, including two pumps, all necessary electrical circuits and the required piping. The new bank of flotation cells is currently being utilized in the final step to further upgrade the concentrates produced.



After an extended period of operation, oil was observed leaking from under the WesTech thickener gear mechanism. The rakes and main gear were dismantled and removed, cleaned and checked for noticeable damage. A small crack was found under the main gear box possibly due to damage during shipping. The repairs to the thickener have now been successfully completed.

A composite of the concentrate currently being made in the mill will be taken and sent for outside independent assay verification prior to their anticipated sale.



Mark A. Lopez, chief executive officer of Unico, Inc., stated, "These repairs and improvements that were undertaken as a result of the ongoing testing of the completed flotation circuit were necessary in order to facilitate a more effective and efficient operation at the facility. We look forward to the next steps at the facility, which are expected to include the production of concentrate."

## Additional Funding Received to Stimulate Operations at the Deer Trail Mine

(continued from page 2)

Mark A. Lopez, chief executive officer of Unico, Inc., commented, "The financing provided by these three recent debentures has been applied primarily to upgrades and refinements to the flotation circuit at the Deer Trail mill facility. We look forward to updating shareholders in the coming days on recent work that has been completed at the mill as well as the status of testing and processing operations at the site."

### 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.