

Unico Inc



OTC BB Trading Symbol: UCOI

www.unicominer.com

Unico, Inc. Continues Completion Phase of Mill and Processing Facility at Deer Trail Mine with Purchase and Installation of Key Equipment

In the first several weeks of 2007, Unico Incorporated, a publicly traded natural resource company in the precious metals mining sector (stock symbol: UCOI), provided shareholders with updates on the purchase of equipment for the mill and processing facility at the Deer Trail Mine in Marysvale, Utah.

Unico is engaged in reconstruction of the mill and processing facility to improve both the efficiency and capacity of processing operations at the Deer Trail Mine.

The recent announcements regarding the installation of new equipment began with news of the purchase of a WesTech 40-foot thickener, which will be used to thicken the tailings at the mill. Components for the thickener have been delivered and assembly is being undertaken on site.

WesTech thickeners (www.westech-inc.com) are manufactured in Salt Lake City, Utah, and due to WesTech's proximity to the Deer Trail Mine property, parts for future repair, service and maintenance can be acquired without significant delays.

Unico, Inc. Mailing List Keeps Shareholders Informed Through Regular E-Mail Alerts

Unico, Inc. shareholders and others interested in monitoring the progress of the Company are reminded to subscribe to the company's website-based investor mailing list, which can be found in the investor relations section of the website.

The Company uses this communications medium to disseminate disclosed information to subscribers as soon as it has been issued through channels of proper disclosure. Subscribers receive notices of press releases, newsletters and other written material when it is issued by Unico.

In deference to the privacy of our mailing list subscribers, their email addresses are never shown on the notices sent to subscribers nor are they shared with any third parties.

Deer Trail Mining Company initially contracted with Pocock Industrial of Salt Lake City, to conduct all metallurgical filtration work and testing on the unit prior to being purchased. The detailed information provided by Pocock was determined by a composite sample representing the mill tailings and provided the necessary data responsible to add the unit to the new circuits.

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Newly Installed Equipment In Main Mill Building



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Recent News

1/30/2006
Unico Announces Continued Progress on Completion Phase of Reconstruction of Deer Trail Mill and Processing Facility

1/25/2006
Unico Announces New Metallurgist for Mill and Processing Facility at the Deer Trail Mine

1/22/2006
Unico Announces Purchase of Main Transformer for Electrical Substation at the Deer Trail Mine

1/18/2006
Unico Announces First Round of \$1 Million Private Placement Financing

1/10/2006
Unico Announces Purchase of Thickener Tank for Deer Trail Mine 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. The Company has recently announced agreements to acquire over 70 additional mining claims. For more information, please visit the Company's website, www.unicominer.com.

Investor Q&A

Unico, Inc. is pleased to present its inaugural "Investor Q & A" feature. The Investor Q & A will provide an opportunity for newsletter readers to submit questions, and in each edition of the newsletter, one or two questions will be selected and answered. By providing this forum, Unico management hopes to address inquiries that are of interest to a broad segment of the Company's shareholder community.

Questions should be submitted by email to investors@unicominer.com or by telephone to 951-587-8072. In deference to their privacy, shareholders names and email addresses will not be disclosed. Unico looks forward to a high level of participation for the "Investor Q & A" feature.

Question:

What will be the production capacity of the reconstructed mill and production facility at the Deer Trail Mine?

This is an excellent question and extremely relevant to the potential revenue of processing operations at the mill facility.

First, it is clear that Unico initiated reconstruction efforts at the mill and processing facility so that once the work is completed, the facility will run as effectively and efficiently as possible. As stated elsewhere in this newsletter, the purpose was to "improve the performance of the facility, increase capacity and lower operations costs."

Another focus of the reconstruction was to build a facility that would accommodate processing operations for the future of Unico, which is expected to include large-scale mining and other related mining operations at the Deer Trail Mine as well as possibly at other properties under Unico's management.

Included in the comprehensive reconstruction was the addition of a new building on the site that will house the thickener and filtration. Recent press releases issued by Unico have stated that construction of this new building is complete, and most recently, Unico's news announcements include descriptions and photographs of some of the equipment being installed in the building.

Compared to the capabilities of the old mill facility, the Company expects that the reconstructed facility will have the capacity to process material much faster and with a better yield. Estimates have not been disclosed at this point, but there is expected to be processes utilized in the reconstructed mill that were not possible in the old mill. These could dramatically impact the rate of processing and the quality of the concentrates produced.

Once all of the equipment has been installed in both mill buildings and testing of the facility is undertaken, the Company will have a more accurate picture of what the capacity at the mill will ultimately be. Unico looks forward to gathering this information and is committed to communicating it to shareholders and the broader market community.

Unico Begins Posting News on Kitco Websites

As part of its efforts to broaden awareness of the company in the metals and mining industry, Unico, Inc.



has begun posting its news releases on the three Kitco websites.

Since 1977, Kitco has earned a reputation as one of the world's premier retailers of precious metals. They offer a complete line of the highest quality bullion bars and coins for investors and refining services for the jewelry manufacturing industry, as well as mill products.

After Unico press releases are issued through the news wires, they are posted on all three Kitco websites: the original Kitco site - www.kitco.com, the Kitco silver site - www.kitcosilver.com and a new Kitco site dedicated to base metals - www.kitcometals.com

"Kitco is a very well known company in the mining industry, and we are pleased to have this opportunity to post our press releases to their websites after they have been properly disclosed to the public markets," stated Unico CEO Mark Lopez.

"We anticipate continuing to post our news to these sites, and as our subsidiary companies expand their processing, mining and exploratory activities, the Kitco audience should become increasingly more aware of Unico's operations," Mr. Lopez added.

Unico Receives First Round of \$1 Million Financing

Unico has announced that the company has received the first round of a what is expected to be a total of \$1,000,000 of financing in the form of private placement investments in restricted common stock.

On December 29, 2006, Unico sold 42,785,700 shares of its restricted common stock to an unrelated third party for a purchase price per share of \$0.014 and an aggregate purchase price of \$599,000. The shares were issued restricted pursuant to Rule 144 of the Securities Act of 1933.

A second private placement anticipated in the near term is expected to bring the total amount of capital raised through these two rounds of financing to approximately \$1,000,000.

The capital will be applied to the operations of Unico and to support the ongoing activities of its subsidiary mining properties.

"We are pleased to have accessed this financing and applied it to activities that are directly connected to our efforts to establish value at our subsidiary mining properties," said Mark A. Lopez, chief executive officer of Unico, Inc. "Our major focus remains the development and growth of revenues from the operations of our subsidiaries, and the ability to access adequate capital resources is an important element in bringing this goal to fruition."

Deer Trail Mining Co. Add New Metallurgist

Rob Robson to Focus on Optimization of Mill Facility

Unico subsidiary Deer Trail Mining Company, LLC has contracted with Rob Robson, a metallurgist with over 20 years experience in metallurgical work in the mining industry, to begin work at the company's mill and production facility.

The focus of Mr. Robson's initial work will be on the optimization of the design and flow of the floatation circuit for the facility, which has been the subject of a major reconstruction program over the past year.

Mr. Robson has already made visits to the site and has begun work on behalf of the Deer Trail Mining Company.

Mr. Robson most recently served as mill superintendent at an operating mine in Canada. He previously worked for United Glencairn Resources, producing an operating manual for gold processing operations, and for North American Metals Corporation at the Golden Bear Mine in Northern British Columbia, serving in various positions of increasing responsibility and culminating as process superintendent.

Mr. Robson functioned as laboratory manager for Kazakhstan Goldfields in Kazakhstan. He set up and operated testing and assaying laboratories for Ash & Associates Consulting Ltd. on several projects in Canada. Mr. Robson also served as process superintendent for Candorado Mines Ltd. of Hedley, British Columbia, a producing gold operation.

After receiving his diploma as a Mining Technologist from British Columbia Institute of Technology in 1981, Mr. Robson was awarded a diploma in Gas & Oil Technology from the British Columbia Institute of Technology.

"We are extremely pleased to have retained a quality consulting metallurgist with the experience and expertise of Mr. Robson as we move through the completion phase and the start-up of operations at the Deer Trail mill and processing facility," said Mark A. Lopez, chief executive officer of Unico, Inc.

"Mr. Robson is already on site at the Deer Trail property, and we look forward to his contributions toward maximizing the potential of this facility," added Mr. Lopez.

Reconstruction of the mill is being undertaken to improve the performance of the facility, increase capacity and lower costs.

Deer Trail Mine Mill and Processing Facility



Main Transformer for New Electric Substation at Deer Trail Mine Purchased and Prepped for Delivery

The main transformer for the new electrical substation at the mill and processing facility at the Deer Trail Mine in Marysvale, Utah has been purchased and is expected to be delivered to the site shortly.

The General Electric transformer was purchased from Denver Magnetic, Inc., and before the transformer is delivered, the substation site will be prepared for the grounding circuits and concrete foundation.

The primary voltage of the transformer is 46,000 volts, which will be provided to the Deer Trail Mine from PacifiCorp, which operates in Utah as Rocky Mountain Power. The secondary voltage of 12,470/7,200 will be sent to the mill by direct burial cable. The 12,470 voltage will then be further reduced to the required 480 volts required to operate the mill. The availability of additional voltage allows for the planned future expansion at the site, including larger crushing equipment, an additional ball mill and power to operate mining activities as needed.

"We are pleased to have purchased the main transformer for our new substation, since this is a critical component of the facility," stated Mark A. Lopez, chief executive officer of Unico, Inc.

"With reconstruction of the mill and processing facility at the Deer Trail Mine in the completion phase, we are also focused on having the power requirements for the site in place, so that processing operations can begin as soon as possible."

Unico's wholly owned subsidiary, Deer Trail Mining Company, Inc., has contracted with BNA Consulting, Inc. (www.bnaconsulting.com), a major provider of electrical consulting services in Utah and surrounding states for 35 years, for a broad range of engineering services related to the construction of the substation. BNA's procurement services include assisting in locating the best quality electrical equipment possible, including starters and other required electrical components. The design and completion of the new substation itself is expected to provide substantial cost savings as a result of lower energy costs and greater reliability, and the use of good quality equipment is expected to reduce equipment costs by approximately 40%.

BNA recently finished the new building lighting and basic electrical schematic and is currently completing the engineering work for the new substation. Installation of the necessary service panels and fixtures is expected to begin immediately. The electrical panels will be temporarily connected to a generator at the Deer Trail site to assist with ongoing construction until the substation is complete.

BNA has proposed locating the new substation within 600 feet of the Deer Trail mill, directly adjoining the Rocky Mountain Power substation. This location will reduce the cost of the overhead line drop and the number of poles required to transport the higher voltage of 46,000 volts to the newly acquired transformer.

Unico Continues Equipment Installation at Mill and Processing Facility at the Deer Trail Mine

(continued from page 1)

The thickener purchase includes a bridge, rakes, lifting mechanism and bridge decking. The thickener tank will be installed inside the new building adjacent to the existing mill building and used to thicken the mill tailings for discharge to the Eimco filter that was recently purchased.

It was determined that installing the thickener tank indoors would not only prevent it from freezing in the winter months, but would also provide a more consistent pulp for processing.

Final engineering on the tank and pouring of the concrete foundations will be conducted once the unit is delivered on site.

In a subsequent news release, Unico reported further progress in both the main mill building where the ball mill itself is located and in the new building where the thickener and filtration will be housed.

Included in the update was that the footings to support the Eimco filter have been completed, and the legs that support the filter base have been fabricated. The filter base has been placed on its foundation in the new mill building. National Filter Media of Salt Lake City, Utah has supplied the Deer Trail Mining Company with samples of their filter media for the company's metallurgist to determine the best filter cloth for its application.



Primary Conditioning Tank

Installation of the constant density tank in the main mill building for feeding the hydrocyclone used in the classification of ores has been completed, and the company has installed the primary conditioning tanks used to treat the ores before going to floatation.

Also in the main mill building, a secondary conditioner tank has been installed that will be used to separate the zinc from the gold, silver and lead concentrate.

The steel for the upper mezzanine above the thickener tank has been ordered and is scheduled for delivery this week. Much of the floor area of the new mill building was tamped and lined with bentonite, and the cement foundation has been poured.

Photographs of these developments have been added to the "Media" section of the Unico website at www.unicominer.com/news/othermedia.php.

"There has been a great deal of progress on the installation of equipment at the mill and processing facility at the Deer Trail Mine over the last several weeks, and we are pleased to report these advances to our shareholders," said Mark A. Lopez, CEO of Unico, Inc.



Concrete Footings for Thickener

"Each step in the reconstruction program brings us that much closer to finishing the remaining work on the facility so that processing operations at the mill can begin."

2007 Exploration Plan Detailed for Additional Mining Claims

A 2007 Exploration Plan for the Clyde and Crown Point mining claims, which includes additional survey and mapping work, improvements to the property, and potentially, underground and surface exploratory drilling on the claims have been unveiled by Unico. The Clyde and Crown Point mining claims were subjects of a lease agreement with Unico's wholly owned subsidiary, Deer Trail Mining Company in July 2006.

The Exploration Plan, which was developed under the supervision of Unico president Wayne Ash, calls for 1) Completion of the EDM (Enterprise Data-Miner) surveying underground, 2) Complete underground geological mapping and sampling in targeted areas, 3) Surveying of the pits and surface workings, 4) Surface geological mapping, 5) Self-Potential and/or Induced Potential geophysical surveys, 6) Further improvement of the access to targeted areas, 7) Possible underground diamond drilling on the upper two levels, 8) Possible surface diamond drilling in targeted areas.

Mark A. Lopez, CEO of Unico, Inc., said, "This plan was developed from information gained in our preliminary analysis work of these claims, and we are optimistic that the Clyde and Crown Point can potentially become key properties for Unico in the future."

Work undertaken since the acquisition agreement includes preliminary surface mapping of structures, alteration, rock types, and mineral occurrences. Several samples have also been pulled for assay as part of a comprehensive analysis of the properties. Some initial improvements have been undertaken at the Clyde property including the construction of a timber bridge to allow access to additional areas of the property.

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.