

Unico Inc



OTC BB Trading Symbol: UCOI

www.unicominig.com

Unico, Inc. Updates Reconstruction of Mill and Processing Facility at Deer Trail Mine with Final Plans for Power Connection

Through the month of February 2007, Unico Incorporated, a publicly traded natural resource company in the precious metals mining sector (stock symbol: UCOI), continued to update its shareholders on the reconstruction of the mill and processing facility at the Deer Trail Mine in Marysvale, Utah. Included in February's updates were expanded permitting for the site and final plans for the construction of a new electrical substation that will provide power to the facility.

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.

Work has continued in both of the major mill buildings, with several large steel tanks purchased from Questar Gas, the local natural gas provider, installed in the new mill building. These tanks can be used in the floatation circuit to re-circulate water from the tailings.

Unico, Inc. Continues Media Distribution Through Website Mailing List

As Unico, Inc. completes the last phases of the reconstruction of the mill and processing facility at the Deer Trail Mine, the Company will continue to utilize its website-based mailing to keep shareholders informed of new information released into the public domain.

In addition to press releases, newsletters and SEC filings, the Company expects to add even more multimedia to its website, including new photo galleries and video clips. Multimedia will become an even more prominent part of the Company's communications efforts as processing operations at the mill facility are initiated. The Company will send notifications of these new multimedia additions through the database to its subscribers.

To sign up for the company mailing list, please visit the Investor Relations section of Unico's corporate website at www.unicominig.com.

Also in the main mill building, safety guards that cover the main drive pulleys and ring gear have been fabricated and installed, all in accordance with MSHA (Mine Safety and Health Administration) requirements.

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Recently Installed Tanks In The New Mill Building



March 2007 Newsletter

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Recent News

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Unico Announces Proposed Amendment to Large-Scale Mining Plan Covering New Construction at Deer Trail Mill and Processing Facility

2/23/2007

Unico Chairman Files Form 4 on Common Stock Purchase

2/22/2007

Unico Announces Next Round of \$1 Million Private Placement Financing

2/16/2007

Unico Announces Additional Progress Update in Completion Phase of Reconstruction of the Mill and Processing Facility at the Deer Trail Mine

2/1/2007

Unico Announces New Photo Gallery Showing Progress of Reconstruction of the Mill and Processing Facility at the Deer Trail Mine

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 also announced agreements to acquire over 70 additional mining claims. For more information, please visit the Company's website, www.unicominig.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@unicominig.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:

I have heard from some long-term investors of the company that the mill at the Deer Trail Mine has operated in the past and could have continued to operate and generate revenues. If that is the case, why did Unico decide to initiate a reconstruction program that involved significant time and capital?

Another excellent question, and we are aware that this has been asked by shareholders from time-to-time. We certainly welcome the opportunity to clear up any misconceptions about the purpose of the reconstruction of the mill and processing facility at the Deer Trail Mine.

The mill in its former condition and configuration was, in fact, able to process material and did operate in previous years. However, due to the condition of the equipment, the processes used and the costs associated with operations, the facility did not operate profitably in its former condition.

Needless to say, Unico management would be the first to want a steady stream of positive cash flow from operations at the mill. This was not the case with the old mill, and the reconstruction efforts have been a major focus of the company's strategy to begin generating revenues from operations at the Deer Trail Mine.

The company is preparing for a much larger scale of operations at the Deer Trail and its other properties in the area. A functioning mill with the ability to process a significantly larger supply of material than the previous mill could reasonably accommodate would obviously be a great advantage for Unico.

Even beyond the greater capacity, the processes utilized at the new facility are expected to produce a higher quality of concentrates than was produced at the old facility. This directly impacts revenues and the overall profitability of operations.

From a cost perspective, the addition of the new substation, as well as design improvements related to the operation of the facility itself, are expected to improve efficiency and reduce overall relative costs.

As a result of the recent reconstruction efforts, we expect the mill facility to have increased capacity, superior performance and a relatively lower cost of operations.

Unico Receives Second Round of \$1 Million Financing

In a follow-up to a January 2007 news release, Unico announced that the company has received the second round of a total of \$1,000,000 of financing in the form of private placement investments in restricted common stock.

On January 12, 2007, Unico sold 33,333,333 shares of its restricted common stock to an unrelated third party for a purchase price per share of \$0.012 and an aggregate purchase price of \$400,000. The shares were issued restricted pursuant to Rule 144 of the Securities Act of 1933.

The first private placement in the amount of \$599,000 was sold on December 29, 2006, bringing the total amount of capital raised through these two rounds of financing to approximately \$1,000,000.

The capital from these two private placements is being applied to the operations of Unico and to support the ongoing activities of its subsidiary mining properties.

"The company's major focus remains the development and growth of revenues from the operations of its subsidiaries, and access to adequate capital resources is a critical element of these efforts," said Mark A. Lopez, chief executive officer of Unico, Inc.

"We are pleased to have completed these private placement investments and look forward to the continued progress of our subsidiary operations," Mr. Lopez added.

Unico Chairman Files Form 4 Reporting Purchase of Additional 2.5 Million Shares of Unico Common Stock

Unico's Chairman of the Board of Directors Ray C. Brown purchased an additional 2,500,000 shares of Unico common stock on February 22, 2007, bringing the total number of common shares that Mr. Brown owns to 7,600,000.

The purchase was made at a price of \$0.00456 per share. Mr. Brown's purchase was reflected in a Form 4 Statement of Change in Beneficial Ownership of Securities filed with the Securities and Exchange Commission on February 23, 2007.

"On my recent visit to the site, I was able to review firsthand the significant progress being made toward the completion of the mill and processing facility at the Deer Trail Mine," stated Mr. Brown.

"The facility is impressive, and with reconstruction in its final stages, I am pleased to increase my common stock position in Unico."

Unico is currently engaged in reconstruction of the mill and processing facility at the Deer Trail Mine, and the reconstruction includes a variety of improvements that are expected to increase both the efficiency and capacity of processing operations at the Deer Trail Mine.

Unico Submits Amendment to Large-Scale Mining Plan Covering New Construction at Mill and Processing Facility at the Deer Trail Mine

Unico has submitted a proposed amendment to its Large-Scale Mining Plan to cover recent expansion of the mill and processing facility at the Deer Trail Mine in Marysvale, Utah.

The State of Utah's Division of Oil, Gas and Mining (DOG M) granted formal approval of Unico's amended Large-Scale Mining Plan for the Deer Trail Mine in April 2005.

In September 2006, company increased the amount of a reclamation surety bond posted as part of its amended Large-Scale Mining Operations and Reclamation Plan for the Deer Trail Mine. At the time, the reclamation surety was increased by an additional \$22,500 for a total of \$158,600 in the form of a Certificate of Deposit issued by Wells Fargo Bank. The reclamation surety covered the area of disturbance on both private and Forest Service land affected by mining operations at the Deer Trail Mine.

Since that amendment, Unico's wholly owned subsidiary Deer Trail Mining Company, LLC has added new construction elements to the existing mill site plan. As part of its amendment to the Large Scale Mining Plan, Unico has also submitted to DOGM a Form MR-REV equivalent with additional blueprints of the site modifications and a reclamation surety bond estimate.

The amended Large-Scale Mining Plan allows Unico to expand the scope of its large mining operation and execute its long-term plan at the Deer Trail Mine.

Mining operations under the plan may include activities conducted on the surface of the land for exploration, development or extraction of a mineral deposit, including, but not limited to, surface mining and the surface effects of underground mining, on-site transportation, concentrating, milling, evaporation and other primary processing.

"The significant reconstruction that has been undertaken at the mill and processing facility at the Deer Trail Mine necessitated this amendment to our Large-Scale Mining Plan on file with DOGM," said Mark A. Lopez, chief executive officer of Unico, Inc. "The amendment covers the additional structures added to the site plan as part our efforts to increase both efficiency and capacity of the facility."

"We continue to be pleased with the progress of reconstruction at the mill site, and look forward to initiating processing operations at the facility as soon as possible. As the scope of operations at the Deer Trail Mine continues to grow, Unico will continue to comply with DOGM's requirements for permitting and posting of the required reclamation surety," added Mr. Lopez.

Reconstruction Efforts Continue at Mill and Processing Facility at the Deer Trail Mine

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Construction of the thickener in the new building is on-going and the lighting has been ordered and delivered to the site. The thickener is being installed by workers from Unico's wholly owned subsidiary, Deer Trail Mining Company, LLC using components purchased earlier in the year, including a WesTech 40-foot thickener.

BNA consulting is finalizing the blueprints for the new substation and construction is expected to begin shortly. With the completed blueprints, the ground will be prepared and leveled and a concrete foundation will be poured for the main transformer, which is now ready for delivery to the site.

"We have been extremely fortunate and have experienced good weather conditions this winter at the Deer Trail Mine," said Mark A. Lopez, chief executive officer of Unico, Inc. "Since the beginning of the year, there has been consistent progress on the reconstruction of the mill and processing facility, and the recent work in both the main mill building and the new building have taken us further through the completion phase of this project.

"As we continue to complete our work in those buildings, we will also focus considerable attention on the construction of the new substation, which will provide power to our reconstructed mill and help it to run in a more cost-effective manner. We are pleased with this progress and look forward to reporting additional milestones in the next several weeks," added Mr. Lopez.

In early February, the company also published pictures of recent reconstruction, including the placement of new equipment in both mill buildings. The pictures showed the primary floatation cells and the installed constant density tank for feeding the hydrocyclone, which will be used to classify ores. Also pictured were the primary conditioning tanks used to treat the ores before going to floatation. In addition, the gallery shows the secondary conditioner tank, which will be used to separate the zinc from the gold, silver and lead concentrate.

Primary Floatation Cells in Main Mill Building as Shown in a February Photo Gallery Update



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.