

SEC ADVISORY

This is to inform the public that KITTLY CORPORATION (L&C GROUP OF COMPANIES) is NOT AUTHORIZED TO SOLICIT INVESTMENTS FROM THE PUBLIC.

KITTLY CORPORATION (L&C GROUP OF COMPANIES) through its owner and CEO, **LORAIN PAULA BAUTISTA SALIVA** is actively promoting and inviting through social media, particularly Facebook, the public to buy products from her company. Beneath the surface of product promotion and selling lies an unregistered investment undertaking.

The pay model under KITTLY CORPORATION (L&C GROUP OF COMPANIES) are as follows:

- a. The minimum investment is P50,000.00;*
- b. The maximum investment is P500,000.00;*
- c. The guaranteed interest per month is 5%;*
- d. The payment frequency for the interest shall be on a monthly basis;*
- e. Mode of payment is through bank transfer or e-wallet; and*
- f. Parties agrees to a six-month contract (which can be renewed)*





Briefly, an “*investment contract*” exists when there is an investment or placement of money in a common enterprise with a reasonable expectation of profits to be derived from the efforts of others which is prominent in the scheme of **KITTLY CORPORATION (L&C GROUP OF COMPANIES)**.

As such, the Securities Regulation Code (SRC) requires that said offer and/or sale of securities must be duly registered with the Commission and that the concerned entity and/or its agents should have the appropriate registration and/or license to sell such securities to the public.

Based on the Commission’s database, **KITTLY CORPORATION (L&C GROUP OF COMPANIES)** is **REGISTERED** with the Commission. However, it **OPERATES WITHOUT THE NECESSARY LICENSE AND/OR AUTHORITY** to solicit, accept or take investments/placements from the public nor to issue investment contracts and other forms of securities defined under Section 3 of the Securities Regulation Code (SRC).

The scheme employed by, **KITTLY CORPORATION (L&C GROUP OF COMPANIES)** has the characteristics of a “**Ponzi Scheme**” where money from new investors are used in paying “fake profits” to prior investors and is designed mainly to favor its top recruiters and prior risk takers and is detrimental to subsequent members in case of scarcity of new investors.

The offering and selling of securities in the form of investment contracts using the “**Ponzi Scheme**” which is fraudulent and unsustainable, is **NOT** a registrable security. The Commission will not issue a License to Sell Securities to the Public to persons or entities that are engaged in this business or scheme.

Moreover, the Financial Products and Services Consumer Protection Act prohibits the commission of “Investment fraud”, defined as any form of deceptive solicitation of investments from the public which includes Ponzi schemes and such other schemes involving the promise or offer of profits or returns sourced from the investments or contributions made by the investors themselves and the offering or selling of investment schemes to the public without a license or permit from the SEC.

In view thereof, the public is hereby advised **NOT TO INVEST** or to **STOP INVESTING** in the investment scheme being offered by **KITTLY CORPORATION (L&C GROUP OF COMPANIES)** as well as to any other entities having the same or similar schemes and to exercise caution in dealing with any individuals or group of persons soliciting investments or recruiting investors for and on behalf of **KITTLY CORPORATION (L&C GROUP OF COMPANIES)**.

Those who act as salesmen, brokers, dealers or agents, representatives, promoters, uplines, recruiters, influencers, endorsers and enablers of **KITTLY CORPORATION (L&C GROUP OF COMPANIES)**, in selling or convincing people to invest in the investment scheme being offered by the said entity including soliciting investments or recruiting investors through the internet may be held criminally liable under Section 11 of the Financial Products and Services Consumer Protection Act (FCPA) and under Section 28 of the SRC which are both penalized separately with a **maximum fine of Five Million Pesos (Php5,000,000.00) or imprisonment of Twenty One (21) years or both pursuant to Section 73 of the SRC** (*SEC vs. Oudine Santos, G.R. No. 195542, 19 March 2014*).

Furthermore, the names of all those involved will be reported to the Bureau of Internal Revenue (BIR) so that the appropriate penalties and/or taxes be correspondingly assessed.

Should you have any information regarding any investment solicitation by any individual or group of individuals on behalf of **KITTLY CORPORATION (L&C GROUP OF COMPANIES)**, please send your report through email at epd@sec.gov.ph.

For the information and guidance of the public.

Makati City, 12 February 2026