

# Rhinestone

Safe7579

by Ackee Blockchain

5.7.2024



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# **1. Document Revisions**

1.0	Final report	14.6.2024
1.1	Fix review	20.6.2024
2.0	Final report	5.7.2024



## 2. Overview

This document presents our findings in reviewed contracts.

## 2.1. Ackee Blockchain

Ackee Blockchain is an auditing company based in Prague, Czech Republic, specializing in audits and security assessments. Our mission is to build a stronger blockchain community by sharing knowledge – we run free certification courses School of Solana, Summer School of Solidity and teach at the Czech Technical University in Prague. Ackee Blockchain is backed by the largest VC fund focused on blockchain and DeFi in Europe, RockawayX.

## 2.2. Audit Methodology

- 1. **Technical specification/documentation** a brief overview of the system is requested from the client and the scope of the audit is defined.
- 2. **Tool-based analysis** deep check with automated Solidity analysis tools and <u>Wake</u> is performed.
- 3. **Manual code review** the code is checked line by line for common vulnerabilities, code duplication, best practices and the code architecture is reviewed.
- 4. **Local deployment + hacking** the contracts are deployed locally and we try to attack the system and break it.
- 5. **Unit and fuzz testing** run unit tests to ensure that the system works as expected, potentially write missing unit or fuzz tests.



## 2.3. Finding classification

A Severity rating of each finding is determined as a synthesis of two sub-ratings: Impact and Likelihood. It ranges from Informational to Critical.

If we have found a scenario in which an issue is exploitable, it will be assigned an impact rating of *High*, *Medium*, or *Low*, based on the direness of the consequences it has on the system. If we haven't found a way, or the issue is only exploitable given a change in configuration (such as deployment scripts, compiler configuration, use of multi-signature wallets for owners, etc.) or given a change in the codebase, then it will be assigned an impact rating of *Warning* or *Info*.

Low to High impact issues also have a Likelihood, which measures the probability of exploitability during runtime.

The full definitions are as follows:

## Severity

			Likel	ihood	
		High	Medium	Low	-
	High	Critical	High	Medium	-
	Medium	High	Medium	Low	-
Impact	Low	Medium	Low	Low	-
	Warning	-	-	-	Warning
	Info	-	-	-	Info

Table 1. Severity of findings



## **Impact**

- High Code that activates the issue will lead to undefined or catastrophic consequences for the system.
- Medium Code that activates the issue will result in consequences of serious substance.
- **Low** Code that activates the issue will have outcomes on the system that are either recoverable or don't jeopardize its regular functioning.
- Warning The issue cannot be exploited given the current code and/or configuration (such as deployment scripts, compiler configuration, use of multi-signature wallets for owners, etc.), but could be a security vulnerability if these were to change slightly. If we haven't found a way to exploit the issue given the time constraints, it might be marked as a "Warning" or higher, based on our best estimate of whether it is currently exploitable.
- Info The issue is on the borderline between code quality and security. Examples include insufficient logging for critical operations. Another example is that the issue would be security-related if code or configuration (see above) was to change.

#### Likelihood

- **High** The issue is exploitable by virtually anyone under virtually any circumstance.
- **Medium** Exploiting the issue currently requires non-trivial preconditions.
- Low Exploiting the issue requires strict preconditions.



## 2.4. Review team

Member's Name	Position
Štěpán Šonský	Lead Auditor
Michal Převrátil	Auditor
Lukáš Rajnoha	Auditor
Josef Gattermayer, Ph.D.	Audit Supervisor

## 2.5. Disclaimer

We've put our best effort to find all vulnerabilities in the system, however our findings shouldn't be considered as a complete list of all existing issues. The statements made in this document should not be interpreted as investment or legal advice, nor should its authors be held accountable for decisions made based on them.



# 3. Executive Summary

## Revision 1.0

Rhinestone engaged Ackee Blockchain to perform a security review of the Rhinestone protocol with a total time donation of 16 engineering days in a period between June 3 and June 14, 2024, with Štěpán Šonský as the lead auditor.

The audit was performed on the commit 90dd363  $^{\scriptsize \mbox{\scriptsize 1}}$  and the scope was the following:

- core/
  - AccessControl.sol
  - ExecutionHelper.sol
  - Initializer.sol
  - ModuleManager.sol
  - RegistryAdapter.sol
  - SetupDCUtil.sol
- lib/
  - ExecutionLib.sol
  - ModeLib.sol
- utils/
  - DCUtil.sol
  - Safe7579UserOperationBuilder.sol
- DataTypes.sol
- Safe7579.sol



Safe7579Launchpad.sol

We began our review using static analysis tools, including <u>Wake</u> in companion with <u>Tools for Solidity</u> VS Code extension. We then took a deep dive into the logic of the contracts. For testing and fuzzing, we have involved <u>Wake</u> testing framework. During the review, we paid special attention to:

- · checking Safe deployment using the Launchpad,
- · checking module management logic and multi-type module installation,
- checking fallback handler implementation,
- checking possible DoS scenarios,
- checking front-running possibilities,
- · ensuring delegatecalls are used correctly,
- · detecting possible reentrancies in the code,
- · checking compliance with used ERCs,
- · ensuring access controls are not too relaxed or too strict,
- looking for common issues such as data validation.

Our review resulted in 28 findings, ranging from Informational to Critical severity. The most severe one allows the attacker to front-run the Safe deployment using the Launchpad and take over control of smart wallets created using it (see C1). Other high-severity issues refer to the Safe7579.initializeAccount function front-running (H1) and the wrong context used in the withRegistry modifier in the Safe7579.executeFromExecutor function (H2). Medium issues are mostly overlooked trivial mistakes. The overall code quality is average, the codebase contains TODOs, the unused code and also the project is not fully covered by NatSpec documentation.

Ackee Blockchain recommends Rhinestone:



- · fix newly deployed Safe takeover possibility,
- protect the Safe7579.initializeAccount function from front-running,
- fix the context in the withRegistry modifier in Safe7579.executeFromExecutor function,
- fix SIG hooks overriding,
- fix issues with the success return values in batch execution,
- call module onInstall function during \_initModule process,
- resolve all TODOs and remove unused code,
- · cover the codebase with NatSpec documentation,
- · address all other reported issues,
- also, we recommend performing continuous internal peer code reviews.

See <u>Revision 1.0</u> for the system overview of the codebase.

## **Revision 1.1**

The review was done on the given commit: 180f0ac. 20 issues were fixed, 3 issues acknowledged, and 1 issue (W7) was not fixed. We recommend to fix the remaining issue. The fix review was focused only on issues remediations, other code changes (if any) were not audited.

See <u>Revision 1.1</u> for the review of the updated codebase and additional information we consider essential for the current scope.

## Revision 2.0

Rhinestone engaged Ackee Blockchain to perform an incremental security review of an updated version of the Safe7579 module with a total time donation of 3 engineering days in a period between July 2 and July 5, 2024, with Michal Převrátil as the lead auditor.



The scope of the audit was the changes to all files in the src/ directory in the #7 pull request, with d961421 [2] being the latest commit. Namely, the following files were reviewed:

- src/ISafe7579.sol
- src/Safe7579.sol
- src/Safe7579Launchpad.sol
- src/core/Initializer.sol
- src/core/ModuleManager.sol
- src/core/SafeOp.sol
- src/core/SupportViewer.sol
- src/interfaces/IERC7579Account.sol
- src/interfaces/ISafe.sol
- src/interfaces/ISafeOp.sol

See Revision 2.0 for a detailed description of the changes.

Our review began with static analysis using the <u>Wake</u> tool, yielding the <u>I5</u> finding. We then performed a manual review and fuzzing, focusing on the changes in the <u>src/</u> directory. We paid special attention to:

- · making sure no new vulnerabilities were introduced,
- · code quality remained at high standards,
- the code behaves within the expectations of Safe users.

The review resulted in 2 warnings and 2 informational findings.

Ackee Blockchain recommends Rhinestone:



- strive to achieve maximum compatibility and consistency with the Safe ecosystem as well as the ERC standards,
- perform peer code reviews to ensure the code quality remains high.

- [1] full commit hash: 90dd3637f26352158a2aa4562d75d47dada9fcbe
- [<u>2</u>] full commit hash: d961421641b826f6c970e13b0af18111ec10ebad



# 4. Summary of Findings

The following table summarizes the findings we identified during our review. Unless overridden for purposes of readability, each finding contains:

- a Description,
- an Exploit scenario,
- a Recommendation and if applicable
- a Fix.

There might often be multiple ways to solve or alleviate the issue, with varying requirements regarding the necessary changes to the codebase. In that case, we will try to enumerate them all, clarifying which solves the underlying issue better (albeit possibly only with architectural changes) than others.

	Severity	Reported	Status
C1: ERC-4337 counterfactual	Critical	<u>1.0</u>	Fixed
address can be stolen			
H1: initializeAccount	High	1.0	Fixed
vulnerable to front-running			
H2: Executors cannot be	High	1.0	Fixed
used			
M1: Missing event and	Medium	1.0	Fixed
onInstall call in initModules			
<u>M2:</u>	Medium	1.0	Fixed
BatchedExecUtil. tryExecute			
inverted success			



	Severity	Reported	Status
<u>M3:</u>	Medium	<u>1.0</u>	Fixed
BatchedExecUtil.tryExecute			
single return value			
<u>M4:</u>	Medium	<u>1.0</u>	Fixed
ModuleManager. installHook			
SIG hook overwriting			
M5: Locked Ether	Medium	1.0	Partially fixed
L1: Fallback handler CallType	Low	<u>1.0</u>	Fixed
validation			
L2: Domain-specific	Low	<u>1.0</u>	Fixed
message encoding missing			
with signedMessages			
L3: ERC-4337 factory	Low	<u>1.0</u>	Acknowledged
standard violation			
L4: multiTypeInstall	Low	<u>1.0</u>	Fixed
module type validation			
W1: postCheck function is	Warning	1.0	Fixed
different from the EIP-7579			
<u>interface</u>			
W2: uninstallModule reverts	Warning	1.0	Fixed
on multi-type module			
W3: Hooks can prevent	Warning	<u>1.0</u>	Fixed
module uninstallation			
W4: Missing data validations	Warning	1.0	Fixed
W5: Underscore prefixed	Warning	<u>1.0</u>	Fixed
<u>public function</u>			



	Severity	Reported	Status
W6: Hardcoded	Warning	<u>1.0</u>	Fixed
Enum.Operation values			
W7: Incomplete unused	Warning	1.0	Not fixed
Safe7579UserOperationBuild			
<u>er</u>			
W8: Missing	Warning	<u>1.0</u>	Fixed
TryExecutionFailed emits			
11: Duplicated code	Info	<u>1.0</u>	Acknowledged
I2: Unused code	Info	1.0	Fixed
13: Typos and incorrect	Info	<u>1.0</u>	Fixed
documentation			
<u>14: Code structure</u>	Info	<u>1.0</u>	Acknowledged
W9: Safe does not	Warning	2.0	Reported
implement validator			
<u>interface</u>			
W10: Inconsistent signature	Warning	<u>2.0</u>	Reported
checking			
<u>15: Unused using-for</u>	Info	<u>2.0</u>	Reported
<u>16: Tupo</u>	Info	2.0	Reported

Table 2. Table of Findings



## 5. Report revision 1.0

## 5.1. System Overview

This section contains an outline of the audited contracts. Note that this is meant for understandability purposes and does not replace project documentation.

### **Contracts**

Contracts we find important for better understanding are described in the following section.

#### Safe7579.sol

The Safe7579 contract is an adapter for Safe smart accounts to ensure full ERC-7579 compliance. It is registered as both a module and a fallback handler on the Safe. The validateUserOp function is provided for transaction verification by an ERC-4337 Entrypoint. To support ERC-1271, the isvalidSignature function uses Safe's signed messages and checkSignatures features or ERC-7579 validation modules. Handling ERC-7579 operations and their specific execution modes is done by the functions execute (intended to be called by the Entrypoint) and executeFromExecutor (intended to be called by executor modules). The functions installModule, uninstallModule, and isModuleInstalled are responsible for module management. Additional helper functions such as supportsExecutionMode, supportsModule, and accountId are available.



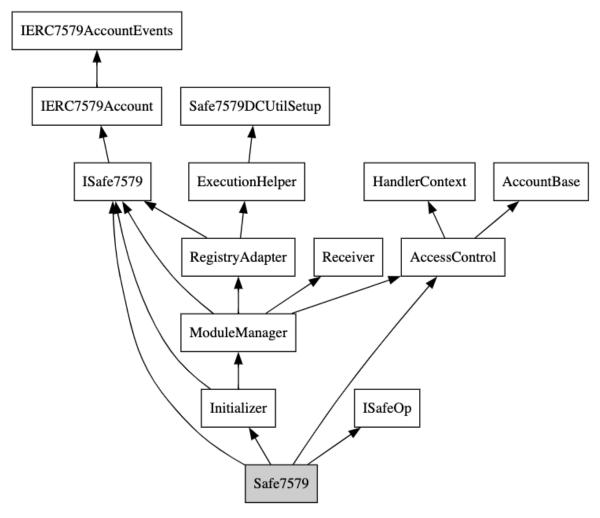


Figure 1. Safe7579 inheritance graph

### Safe7579Launchpad.sol

The Safe7579Launchpad contract deploys a new Safe7579-enabled Safe smart account. After the SafeProxy is created, its singleton points to this Safe7579Launchpad during the validation phase until it is changed to the SafeSingleton in the execution phase. The contract inherits its storage structure from SafeStorage to match the SafeSingleton. It includes functions for initializing a new Safe7579 account, namely initSafe7579 (configures the Safe7579 with all module types except validators), preValidationSetup (stores the initHash used during the validation phase), and setupSafe (upgrades the SafeProxy to an actual SafeSingleton). The validateUserOp function is included



for transaction verification by an <u>ERC-4337 Entrypoint</u> and initializing validators. Other helper functions, such as <u>predictSafeAddress</u> and <u>hash</u>, are also provided.

#### Initializer.sol

The Initalizer contains functions for initializing Safe7579 for Safe smart accounts, mainly launchpadValidators and initializeAccount.

#### AccessControl.sol

AccessControl includes modifiers restricting access, namely onlyEntryPointOrSelf and onlyEntryPoint. Additionally, it includes helper functions such as entryPoint, which returns the address of the EntryPoint contract supported by the Safe7579 contract, and \_msgSender, which allows fetching the original caller address (used in combination with Safe's FallbackHandler).

### ModuleManager.sol

The ModuleManager contract handles the lifecycle of modules. It provides functions for installing and removing all module types. Functions and modifiers for module execution are also provided, such as running hooks before and after execution and calling associated fallback handlers.

Additional helper functions are included to check if a module is installed and retrieve module data. The contract also adds the storage necessary for module management.

#### RegistryAdapter.sol

The RegistryAdapter contract is an ERC-7484 compliant adapter for registries. It includes functions, modifiers, and storage for registry management and handles checks to ERC-7484 registries.



#### **ExecutionHelper.sol**

The ExecutionHelper contract provides an abstraction layer for interactions on the Safe7579 contract with other modules and external contracts. The Safe7579 contract is installed as a module on the Safe smart account. Since all interactions with modules must originate from SafeProxy, the execTransactionFromModule function is utilized instead of direct calls by the Safe7579 contract. The ExecutionHelper provides an abstraction layer above these interactions, offering functions \_exec and \_delegatecall, along with their try (does not revert on failure) and return (returns data from the call) variants. The ExecutionHelper also supports batched executions by forwarding such calls to the Safe7579DCUtil, which handles the batch execution logic.

#### DCUtil.sol

This file contains the ModuleInstallUtil, BatchedExecUtil, and Safe7579DCUtil contracts. The ModuleInstallUtil contains functions used for module initialization/deinitialization, invoking the necessary function on the module and emitting an event. The BatchedExecUtil contains functions for batched transaction execution. The Safe7579DCUtil inherits both contracts and adds a function for making static calls. Safe7579DCUtil is used by the ExecutionHelper contract.

#### SetupDCUtil.sol

The SetupDCUtil contract is inherited by ExecutionHelper and is used to create a new Safe7579DCUtil contract during its creation. The ExecutionHelper contract then utilizes the Safe7579DCUtil contract for batched executions and during module initialization or deinitialization.

#### ExecutionLib.sol

The ExecutionLib library contains functions for encoding and decoding



Execution data. Execution is a struct used to encode executions for the Safe7579 contract.

#### ModeLib.sol

ERC-7579 enabled accounts to use custom execution modes. The execution mode is encoded in the ModeCode (32 bytes), which consists of CallType, ExecType, ModeSelector, and ModePayload. The ModeLib library contains functions for encoding and decoding ModeCode data, along with additional helper functions.

### DataTypes.sol

DataTypes contains structs used by the project, namely FallbackHandler, HookType, ModuleInit and RegistryInit.

#### **Actors**

#### ERC-4337 entry point

<u>ERC-4337</u> entry point is a permissionless contract used by userOp bundlers to execute user operations. The entry point interacts with <u>ERC-4337</u> factories, calls the <u>validateUserOp</u> function on smart wallets and executes user operations on the smart wallets.

## ERC-4337 factory

<u>ERC-4337</u> factory is a helper contract responsible for deploying new smart wallets in the initial phase of userOp using CREATE2 or a similar mechanism.

## Safe7579Launchpad

Safe7579Launchpad is a contract serving as an initial implementation of a newly deployed smart wallet. During the userOp execution, the contract sets up the smart wallet with the Safe7579 module and changes the smart wallet's singleton to the Safe singleton.



#### Safe7579 Safe module

Safe7579 is a permissionless contract working as a Safe module and fallback handler, operating only on the msg.sender basis.

#### ERC-7579 modules

<u>ERC-7579</u> modules are extensions to the Safe smart account that can be installed by the smart wallet owners. These modules may perform various operations on the smart wallet, such as executing transactions, validating user operations, or managing other changes on the smart wallet.

#### ERC-7484 registry

<u>ERC-7484</u> registry is a contract that stores information about <u>ERC-7579</u> modules and their capabilities.

#### ERC-7484 attesters

<u>ERC-7484</u> attesters are subjects providing attestations about the capabilities of <u>ERC-7579</u> modules.

## 5.2. Trust Model

Smart wallet owners have to trust <u>ERC-7579</u> modules they install on their smart wallets. The trust is supported by using an <u>ERC-7484</u> registry with a set of attesters the smart wallet owners trust.

Smart wallet owners can trust (if implemented correctly) the entry point and factory to deploy a new smart wallet at a given address with their full control, allowing them to send Ether and grant access controls to the pre-computed address in advance.

Other actors should have no control over the smart wallet, as the smart wallet is controlled by the owners and the <u>ERC-7579</u> modules the owners install.



# C1: ERC-4337 counterfactual address can be stolen

Critical severity issue

Impact:	High	Likelihood:	High
Target:	Safe7579Launchpad.sol	Type:	Front-running,
			Double
			initialization

## **Description**

ERC-4337 allows a smart wallet to be created as a part of the first userOp execution on the wallet. For this purpose, the Safe7579Launchpad contract is used, as it serves as the smart wallet initial implementation contract. The full execution flow is as follows:

- 1. A user builds a userOp creating a new Safe account with <u>ERC-7579</u> enabled features and broadcasts it to bundlers.
- 2. A bundler collects the userOp and executes it later on the <u>ERC-4337</u> entry point.
- 3. The entry point calls senderCreator (a helper contract) to deploy a new smart wallet.
- 4. SenderCreator calls SafeProxyFactory which creates a new Safe proxy and sets the singleton (contract implementation address) to the address of Safe7579Launchpad.
- 5. SafeProxyFactory also calls Safe7579Launchpad.preValidationSetup on the just created Safe proxy, storing the initialization data hash and performing an optional delegatecall.
- 6. The entry point execution continues as with any other userOp, calling



validateUserOp on the Safe proxy.

- 7. This involves checking the initialization data hash stored in the userOp against the one stored in the Safe proxy, setting up <u>ERC-7579</u> validators and using one of them to validate the userOp.
- 8. Bootstrapping of the smart wallet finishes with the call to Safe7579Launchpad.setupSafe, changing the singleton address to the Safe singleton (implementation) contract and configuring Safe owners and threshold from the initialization data.

However, due to a missing check for double initialization in Safe7579Launchpad.preValidationSetup, it is possible to bypass the standard execution flow and take full control of the address of the smart wallet created in step 4.

Listing 1. Excerpt from <u>Safe7579Launchpad</u>

```
function preValidationSetup(
120
121
          bytes32 initHash,
122
          address to,
          bytes calldata preInit
123
      )
124
125
          external
126
          onlyProxy
127
128
          // sstore inithash
           _setInitHash(initHash);
129
130
131
          // if a delegatecall target is provided, SafeProxy will execute a
   delegatecall
         if (to != address(0)) {
132
              (bool success,) = to.delegatecall(preInit);
133
              if (!success) revert PreValidationSetupFailed();
134
          }
135
       }
136
```



## **Exploit scenario**

- An attacker observes userOp pools, waiting for a userOp creating a new Safe account using Safe7579Launchpad.
- 2. The attacker uses the same data payload to be passed to <u>senderCreator</u>, but calls the <u>SenderCreator</u> contract directly, bypassing the <u>ERC-4337</u> entry point.
- 3. A new Safe proxy is created with the same storage data and at the same address as in step 4 of the standard execution flow.
- 4. The attacker calls Safe7579Launchpad.preValidationSetup on the newly created Safe proxy, using any value for initHash but setting to and preInit so that the function performs delegatecall to a malicious contract that can perform arbitrary actions, including changing the singleton to the Safe singleton and configuring Safe owners and threshold.

The address of the smart wallet may be pre-funded with Ether to pay for the userOp execution, and so this issue may lead to a loss of funds. Also, the legitimate user may assume the smart wallet to be created under their control and set access controls in other contracts to the smart wallet address prior to the smart wallet deployment. The attacker may then take control of the smart wallet and access the other contracts.

See <u>Appendix C</u> for a proof of concept script in the <u>Wake</u> development and testing framework.

### Recommendation

Add the following check to Safe7579Launchpad.preValidationSetup to prevent double initialization:

```
require(_initHash() == bytes32(0), "Safe7579Launchpad: already initialized");
```



## Fix 1.1

Fixed by implementing the recommendation:

```
if (getInitHash() != bytes32(0)) revert Safe7579LaunchpadAlreadyInitialized();
```

Go back to Findings Summary



## H1: initializeAccount vulnerable to front-running

High severity issue

Impact:	High	Likelihood:	Medium
Target:	Safe7579.sol,	Type:	Front-running
	Safe7579Launchpad.sol		

## **Description**

The execution flow enabling <u>ERC-7579</u> features on existing Safe accounts involves:

- enabling the Safe7579 contract as a Safe module,
- setting the Safe7579 contract as the fallback handler on the Safe,
- calling Safe7579.initializeAccount through the configured fallback handler.

The first two steps may be performed in the reversed order. However, to prevent the Safe account from being stolen, it is important to set the fallback handler and call the <u>initializeAccount</u> function in the same transaction.

## **Exploit scenario**

Safe owners decide to set up Safe7579 on an existing account. Not being aware of security implications, they perform the three steps, each in a different transaction.

A malicious actor monitors transaction pools and front-runs the initializeAccount call with their own data, taking full control of the Safe account.



## Recommendation

Create a helper launchpad function that performs all three steps in a single transaction. Document the importance of performing all three steps in a single transaction and guide users to use the launchpad function.

## Fix 1.1

The finding was fixed by adding the <code>onlyEntryPointOrSelf</code> modifier to the <code>initializeAccount</code> function as well as the <code>launchpadValidators</code> function, which may also be abused for front-running.

Go back to Findings Summary



## H2: Executors cannot be used

High severity issue

Impact:	High	Likelihood:	Medium
Target:	Safe7579.sol	Туре:	Bad
			implementation

## **Description**

The function Safe7579.executeFromExecutor allows <u>ERC-7579</u> executor modules to execute operations on behalf of Safe smart accounts.

Listing 2. Excerpt from <u>Safe7579</u>

```
151
        function executeFromExecutor(
152
           ModeCode mode,
153
           bytes calldata executionCalldata
154
155
           external
156
           payable
157
           override
158
           onlyExecutorModule
           withHook(IERC7579Account.executeFromExecutor.selector)
159
           withRegistry(msg.sender, MODULE_TYPE_EXECUTOR)
160
           returns (bytes[] memory returnDatas)
161
```

The withRegistry modifier should check that the sender module is attested as an executor module by trusted attesters with a given threshold. However, the execution always fails because the check is performed for the address of the Safe smart account (the address of safeProxy) and not the address of the executor module.

## **Exploit scenario**

Safe owners install a new executor module for automated token transfers.



The executor module calls the executeFromExecutor function on the Safe account (SafeProxy). The execution drops to the Safe fallback handler, which calls Safe7579.executeFromExecutor from the Safe account as an external call. Given this execution, msg.sender used in the withRegistry modifier is the address of the Safe account, while the executor module address is encoded at the end of the call data.

### Recommendation

Replace msg.sender with \_msgSender() in the withRegistry modifier to check the executor module address and allow executor modules to be used.

## Fix 1.1

The finding was fixed by replacing msg.sender with \_msgSender() in the withRegistry modifier.

Go back to Findings Summary



# M1: Missing event and onInstall call in \_initModules

Medium severity issue

Impact:	Medium	Likelihood:	Medium
Target:	Initializer.sol	Type:	Bad
			implementation

## **Description**

Modules installed via the <u>\_initModules</u> function do not invoke the module's onInstall function and do not emit an event. This issue regards all module types and their respective install functions:

- \_installValidator
- \_installExecutor
- \_installFallbackHandler
- \_installHook

## **Exploit scenario**

Without the onInstall call, modules that rely on it for initialization steps may face functional issues, potentially rendering them inoperable. This call is not guaranteed in the current setup.

#### Recommendation

The \_install... functions return moduleInitData bytes, intended for module initialization upon installation. Fix the code by passing this data to ModuleInstallUtil.installModule, which calls the module's onInstall function and emits the required event.



## Fix 1.1

The finding was fixed by catching the moduleInitData bytes and passing them to ModuleInstallUtil.installModule.

Go back to Findings Summary



## M2: BatchedExecUtil.\_tryExecute inverted success

## Medium severity issue

Impact:	Low	Likelihood:	High
Target:	DCUtil.sol	Type:	Logic bug

## **Description**

The function BatchedExecUtil.\_tryExecute returns success = true if the call opcode reverts (returns 0) and false if it succeeds.

The inverted <u>success</u> result is not used in the current state and therefore does not cause unexpected behavior like reverts or wrong events emitting. However, it is a major bug in the logic and should be fixed.

## Listing 3. Excerpt from <a href="BatchedExecUtil">BatchedExecUtil</a>

```
success := iszero(call(gas(), target, value, result, callData.length, codesize(), 0x00))
```

## **Exploit scenario**

- 1. The developer utilizes the success result in some conditional logic.
- 2. The inverted value will cause unexpected behavior.

### Recommendation

Remove the iszero opcode from the success value assignment in the BatchedExecUtil.\_tryExecute function.

```
success := call(gas(), target, value, result, callData.length, codesize(), 0x00)
```



## Fix 1.1

Fixed, the  ${\tt iszero}$  opcode was removed.

Go back to Findings Summary



# M3: BatchedExecUtil.tryExecute Single return value

Medium severity issue

Impact:	Low	Likelihood:	High
Target:	DCUtil.sol	Type:	Bad
			implementation

## **Description**

The function BatchedExecUtil.tryExecute returns only the result of the last execution in the batch. In combination with the previous issue, the actual result is even inverted.

## Listing 4. Excerpt from <a href="BatchedExecUtil">BatchedExecUtil</a>

```
function tryExecute(Execution[] calldata executions) external returns
  (bool success) {
    uint256 length = executions.length;

    for (uint256 i; i < length; i++) {
        Execution calldata _exec = executions[i];
        (success,) = _tryExecute(_exec.target, _exec.value,
        _exec.callData);
    }
}</pre>
```

## **Exploit scenario**

- 1. Batch execution gets executed.
- 2. executions[0] returns success = false.
- 3. executions[1] returns success = false.
- 4. executions[2] returns success = true.



5. BatchedExecUtil.tryExecute returns true even though the first two executions failed.

## Recommendation

Use bool[] as the return type for the correct and exact batch execution results.

## Fix 1.1

Fixed, the return value was removed from the tryExecute function.

Go back to Findings Summary



# M4: ModuleManager.\_installHook SIG hook overwriting

Medium severity issue

Impact:	Medium	Likelihood:	Medium
Target:	ModuleManager.sol	Type:	Bad
			implementation

#### **Description**

The ModuleManager.\_installHook function allows overwriting SIG hooks although it is unwanted behavior. The currentHook local variable is not assigned before the revert condition currentHook != address(0); therefore, the function does not revert even if the SIG hook is already installed, resulting in the SIG hook being overwritten.

#### Listing 5. Excerpt from ModuleManager

#### **Exploit scenario**

There are two possible ways the user can experience this behavior.

#### Installation:

1. The user installs the SIG hook for the specific function signature.



- 2. The user installs a different SIG hook for the same function signature or multitype module that contains this kind of hook.
- 3. The user's original SIG hook is being overwritten without warning.

#### Initialization:

- 1. The user passes two SIG hooks for the same function signature to the Initializer. initModules function.
- 2. Hooks get installed in the loop.
- 3. The second SIG hook in the array overwrites the first one without warning.

#### Recommendation

Move the assignment of the currentHook local variable above the revert condition.

```
currentHook = $hookManager[msg.sender][selector];
if (currentHook != address(0)) {
  revert HookAlreadyInstalled(currentHook);
}
```

#### Fix 1.1

Fixed, the currentHook assignment was moved according to the recommendation.



#### M5: Locked Ether

Medium severity issue

Impact:	High	Likelihood:	Low
Target:	Safe7579.sol, Initializer.sol,	Type:	Loss of funds
	ModuleManager.sol,		
	Safe7579Launchpad.sol		

#### **Description**

The contract Safe7579 and parent contracts Initializer and ModuleManager can receive Ether but never send it. According to developers, the payable modifiers on functions are used to be gas optimization.

List of payable functions: \* Safe7579 - execute, executeFromExecutor, installModule, uninstallModule, validateUserOp \* Initializer - launchpadValidators, initializeAccount \* ModuleManager - fallback \* Safe7579Launchpad - receive

#### **Exploit scenario**

However it is unlikely, the following scenario is possible.

- User calls Safe7579 some payable function with msg.value using Safe.execTransaction Or Safe.execTransactionFromModule by setting the address of Safe7579 as the target.
- 2. User's funds get irreversibly locked in the contract.

#### Recommendation

Remove the payable modifier where is not necessary.

Decorate the receive function in the Safe7579Launchpad contract with the



onlyProxy modifier to prevent locked Ether on the launchpad implementation contract.

#### Fix 1.1

Fixed. The payable modifier was removed from functions. However, the ModuleManager.fallback remains payable.

Cheaper on gas. the fallback in safe accounts does not forward msg.value so nothing should be able to get stuck here.

- Rhinestone

The onlyProxy modifier was added to the Safe7579Launchpad.receive function.



### L1: Fallback handler CallType validation

Low severity issue

Impact:	Low	Likelihood:	Medium
Target:	ModuleManager.sol	Туре:	Data validation

#### **Description**

<u>EIP-7579</u>'s fallback handlers that can be installed through the <u>safe7579</u> module only support a subset of all possible call types (static call, single call, batch call, etc).

However, the ModuleManager contract responsible for registering new fallback handlers and for dispatching to fallback handlers does not perform any data validation for the supported call types when installing a new fallback handler.

Listing 6. Excerpt from ModuleManager.\_installFallbackHandler

```
(bytes4 functionSig, CallType calltype, bytes memory initData) =
202
                abi.decode(params, (bytes4, CallType, bytes));
203
204
           // disallow calls to onInstall or onUninstall.
205
206
           // this could create a security issue
207
                functionSig == IModule.onInstall.selector || functionSig ==
208
   IModule.onUninstall.selector
209
            ) revert InvalidFallbackHandler(functionSig);
           if (_isFallbackHandlerInstalled(functionSig)) revert
210
   FallbackInstalled(functionSig);
211
           FallbackHandler storage $fallbacks = $fallbackStorage[
   msg.sender][functionSig];
           $fallbacks.calltype = calltype;
```

When dispatching to a given fallback handler, no data validation is performed either, ignoring unsupported call types.



#### Listing 7. Excerpt from ModuleManager.\_callFallbackHandler

```
290
           if (calltype == CALLTYPE_STATIC) {
291
             return _staticcallReturn({
292
                  safe: ISafe(msg.sender),
293
                 target: handler,
                  callData: abi.encodePacked(callData, _msgSender()) // append
294
  ERC2771
295
               });
          }
296
         if (calltype == CALLTYPE_SINGLE) {
297
             return _execReturn({
298
                  safe: ISafe(msg.sender),
299
                 target: handler,
300
301
                 value: 0,
                 callData: abi.encodePacked(callData, _msgSender()) // append
302
 ERC2771
303
              });
304
         }
```

Ignoring unsupported call types may be confusing to users and lead to unexpected behavior.

#### **Exploit scenario**

A user accidentally installs a new fallback handler with the batch call type. When using the fallback handler, the user assumes that the execution is succeeds, but no operation is performed without the user being notified.

#### Recommendation

When installing a new fallback handler, check for the supported call types and revert the transaction if an unsupported call type is provided.

#### Fix 1.1

Fixed by adding the following if condition to the \_installFallbackHandler function:



```
// disallow unsupported calltypes
if (calltype != CALLTYPE_SINGLE && calltype != CALLTYPE_STATIC) {
    revert InvalidCallType(calltype);
}
```



# L2: Domain-specific message encoding missing with signedMessages

Low severity issue

Impact:	Medium	Likelihood:	Low
Target:	Safe7579.sol	Туре:	Signature
			schemes

#### **Description**

The function Safe7579.isValidSignature is responsible for approving arbitrary operations using the EIP-1271 standard.

The implementation handles multiple different scenarios:

- a hash is already approved in the signedMessages mapping in Safe,
- · a hash is signed with Safe owners,
- a hash needs to be verified using one of the installed validator modules.

However, the first scenario is implemented differently from the implementation in Safe's CompatibilityFallbackHandler contract.

In the Safe7579 contract, the hash is directly checked against signedMessages.

#### Listing 8. Excerpt from <u>Safe7579</u>

```
function isValidSignature(
328
           bytes32 hash,
329
           bytes calldata data
330
331
332
           external
333
           view
           returns (bytes4 magicValue)
334
335
336
           ISafe safe = ISafe(msg.sender);
```



The implementation in the CompatibilityFallbackHandler contract first encodes the hash into bytes, prepares <u>EIP-712</u> messageData, and then checks the hash against the signedMessages mapping.

```
function isValidSignature(bytes32 _dataHash, bytes calldata _signature)
external view returns (bytes4) {
        ISignatureValidator validator = ISignatureValidator(msg.sender);
        bytes4 value = validator.isValidSignature(abi.encode(_dataHash),
_signature);
        return (value == EIP1271_MAGIC_VALUE) ? UPDATED_MAGIC_VALUE : bytes4(0);
    }
    function isValidSignature(bytes memory _data, bytes memory _signature)
public view override returns (bytes4) {
        // Caller should be a Safe
        Safe safe = Safe(payable(msg.sender));
       bytes memory messageData = encodeMessageDataForSafe(safe, _data);
        bytes32 messageHash = keccak256(messageData);
        if (_signature.length == 0) {
            require(safe.signedMessages(messageHash) != 0, "Hash not approved");
        } else {
            safe.checkSignatures(messageHash, messageData, _signature);
        return EIP1271_MAGIC_VALUE;
    }
```

The implementation in the CompatibilityFallbackHandler works in conjunction with the SignMessageLib helper contract:

```
function signMessage(bytes calldata _data) external {
  bytes32 msgHash = getMessageHash(_data);
  signedMessages[msgHash] = 1;
  emit SignMsg(msgHash);
```



```
function getMessageHash(bytes memory message) public view returns (bytes32)
{
    bytes32 safeMessageHash = keccak256(abi.encode(SAFE_MSG_TYPEHASH,
keccak256(message)));
    return keccak256(abi.encodePacked(bytes1(0x19), bytes1(0x01),
Safe(payable(address(this))).domainSeparator(), safeMessageHash));
}
```

The approach in Safe7579 does not guarantee that signedMessages will be called with the same pre-image data that was signed by the Safe owners.

#### **Exploit scenario**

Safe owners sign a message X representing a funds transfer using the SignMessageLib contract, producing a hash H and storing it in the signedMessages mapping.

An external contract uses EIP-1271 to verify a signature on a contract before transferring funds. Since the external contract is not aware that the implementation of isvalidSignature in Safe7579 does not encode the message, it will pass the message Y directly to the isvalidSignature function. As a consequence:

- a call to the external contract with the message X (which was signed by the Safe owners) fails because X is not equal to H,
- a call to the external contract with the message H (which was not signed by the Safe owners) succeeds.

#### Recommendation

Use the same approach as in the CompatibilityFallbackHandler contract to achieve consistency and prevent attacks originating from the message encoding missing in the Safe7579 contract.



#### Fix 1.1

The following code fixing the issue was added to the respective if block:

```
if (data.length == 0) {
    bytes32 messageHash = keccak256(
        EIP712.encodeMessageData(
            safe.domainSeparator(),
        SAFE_MSG_TYPEHASH,
            abi.encode(keccak256(abi.encode(hash)))
        )
    );

    require(safe.signedMessages(messageHash) != 0, "Hash not approved");
    // return magic value
    return IERC1271.isValidSignature.selector;
}
```



## L3: ERC-4337 factory standard violation

Low severity issue

Impact:	Low	Likelihood:	Medium
Target:	SafeProxyFactory.sol	Type:	ERC violation

#### **Description**

The flow when a new Safe with <u>ERC-7579</u> enabled features is created through the <u>Safe7579Launchpad</u> contract expects Safe's <u>SafeProxyFactory</u> to be used as the <u>ERC-4337</u> factory.

ERC-4337 defines the following assumption on the behavior of the factory:

If the factory does use CREATE2 or some other deterministic method to create the wallet, it's expected to return the wallet address even if the wallet has already been created. This is to make it easier for clients to query the address without knowing if the wallet has already been deployed, by simulating a call to entryPoint.getSenderAddress(), which calls the factory under the hood.

However, the function SafeProxyFactory.createProxyWithNonce used to create the smart is implemented as follows:



```
function deployProxy(address _singleton, bytes memory initializer, bytes32
salt) internal returns (SafeProxy proxy) {
    require(isContract(_singleton), "Singleton contract not deployed");

    bytes memory deploymentData =
abi.encodePacked(type(SafeProxy).creationCode, uint256(uint160(_singleton)));
    assembly {
        proxy := create2(0x0, add(0x20, deploymentData),
mload(deploymentData), salt)
    }
    require(address(proxy) != address(0), "Create2 call failed");

    // rest of the implementation omitted
}
```

This violates the standard because the function createProxyWithNonce reverts if the proxy has already been created at the given address.

#### Exploit scenario

A bundler implementation assumes that the factory behaves according to the <u>ERC-4337</u> standard. Due to misbehavior, the bundler will refuse to process user operations working with the factory.

#### Recommendation

Create a wrapper that calls the createProxyWithNonce function and catches the revert, returning the proxy address if the proxy has already been created.

#### Solution 1.1

The Rhinestone team acknowledged the finding. Safe currently uses the same approach, and bundlers currently do not rely on the behavior described in the ERC-4337 standard. Rhinestone is aware it may be necessary to change the factory's behavior in the future to comply with the standard.





## L4: \_multiTypeInstall module type validation

Low severity issue

Impact:	Low	Likelihood:	Low
Target:	ModuleManager.sol	Туре:	Data validation

#### **Description**

The function ModuleManager.\_multiTypeInstall is a helper to install an ERC-7579 module as different module types at once while calling the function onInstall only once. The implementation decodes module types and the respective initialization data from a bytes payload and install the module with respect to the decoded types.

Listing 9. Excerpt from ModuleManager.\_multiTypeInstall

```
for (uint256 i; i < length; i++) {</pre>
531
               uint256 _type = types[i];
532
533
               /*´:°•.°+.*•´.*:°.°*.°•.°•.*•´.*:°.°*.°•.°•.°•.**/
534
                                       INSTALL VALIDATORS
535
               /*. •°:°.´+°. *°.°:*.´•*.+°. •°:´*.´•*.•°. •°:°.´:•°°. *°. °:*.´+°. •*/
536
               if (_type == MODULE_TYPE_VALIDATOR) {
537
                   _installValidator(module, contexts[i]);
538
539
               /*´:°•.°+.*•´.*:°.°*.°•´.°:°•.*•´.*:°.°*.°•´.°:°•.°+.*•´.*:*/
540
541
                                        INSTALL EXECUTORS
               /*. •°:°.´+°. *°:*.´•*.+°. •°:´*.´•*.•°. •°:°.´:•°°. *°. *°:*.´+°. •*/
542
               else if ( type == MODULE TYPE EXECUTOR) {
543
                   _installExecutor(module, contexts[i]);
544
545
               /*´:°•.°+.*•´.*:°.°*.°•´.°:°•..*•´.*:°.°*.°•´.°:°•..**/
546
                                       INSTALL FALLBACK
547
               /*. •°:°.´+°. *°:*.´•*.+°. •°:´*.´•*.•°. •°:°.´:•°°. *°. *°:*.´+°. •*/
548
               else if (_type == MODULE_TYPE_FALLBACK) {
549
                   _installFallbackHandler(module, contexts[i]);
550
551
               /*´:°•.°+.*•´.*:°.°*.°•.°•.*•´.*:°.°*.°•´.°:°•.°+.*•´.*:*/
552
```



However, there is no else branch handling the case when a decoded module type does not match one of the expected values.

#### **Exploit scenario**

A user accidentally supplies an unknown module type instead of the fallback module type. With no validation in place, the transaction is executed, but the fallback module is not installed. This can lead to unexpected behavior and potential security vulnerabilities because the user expects the fallback module to be installed.

#### Recommendation

Revert the execution if one of the decoded module types in \_multiTypeInstall does not match one of the expected values.

#### Fix 1.1

Fixed by adding an else branch reverting the execution.



## W1: postCheck function is different from the EIP-7579 interface

Impact:	Warning	Likelihood:	N/A
Target:	IERC7579Module.sol	Туре:	Bad
			implementation

#### **Description**

The postCheck function differs from the IHook interface specified in EIP-7579.

The EIP-7579's IHOOK interface specifies the function as follows.

```
interface IHook is IModule {
   function preCheck(
      address msgSender,
      uint256 value,
      bytes calldata msgData
)
   external
   returns (bytes memory hookData);

function postCheck(
   bytes calldata hookData,
   bool executionSuccess,
   bytes calldata executionReturn
) external;
}
```

In the codebase, the function is missing the second and third parameters.

#### Listing 10. Excerpt from IHook

```
84 interface IHook is IModule {
85     function preCheck(
86     address msgSender,
87     uint256 msgValue,
```



```
bytes calldata msgData

publication bytes calldata msgData

publication postCheck(bytes calldata hookData);

function postCheck(bytes calldata hookData) external;

publication postCheck
```

#### Recommendation

Ensure the postcheck function is consistent with the EIP-7579 specification. Unify the function signatures across both the interface and implementation to maintain compliance.

#### Fix 1.1

The EIP-7579 specification was fixed to match the implementation.



## W2: uninstallModule reverts on multi-type module

Impact:	Warning	Likelihood:	N/A
Target:	Safe7579.sol	Туре:	User experience

#### **Description**

The installModule function supports installing multi-type modules, whereas the uninstallModule function does not and reverts when passed such a module (specifically, when moduleType == MULTITYPE\_MODULE). Although such a module can still be uninstalled by calling the uninstallModule function separately for each type the module represents, this behavior could confuse users and module developers.

#### Listing 11. Excerpt from <u>Safe7579</u>

```
413
        function uninstallModule(
414
          uint256 moduleType,
           address module,
415
           bytes calldata deInitData
416
417
418
           external
419
           payable
420
           override
           withHook(IERC7579Account.uninstallModule.selector)
421
           onlyEntryPointOrSelf
422
423
           // internal uninstall functions will decode the deInitData param,
424
   and return sanitzied
425
           // moduleDeInitData. This is the initData that will be passed to
   Module.onUninstall()
426
           bytes memory moduleDeInitData;
427
           if (moduleType == MODULE_TYPE_VALIDATOR) {
                moduleDeInitData = _uninstallValidator(module, deInitData);
428
           } else if (moduleType == MODULE_TYPE_EXECUTOR) {
429
430
                moduleDeInitData = _uninstallExecutor(module, deInitData);
            } else if (moduleType == MODULE TYPE FALLBACK) {
431
                moduleDeInitData = _uninstallFallbackHandler(module,
   deInitData);
```



Furthermore, when calling uninstallModule function for each type individually, the module's onUninstall function will be triggered multiple times. Although this doesn't pose a vulnerability for the smart account since the module will still be removed even if an issue arises and the onUninstall function reverts, this unexpected behavior could create problems for module developers and lead to unintended consequences within the module's implementation.

Additionally, supporting multi-type modules in the uninstallmodule function would make the uninstallation of such modules more gas-efficient.

#### Recommendation

Add support for multi-type modules in the uninstallModule.

#### Fix 1.1

The finding was fixed by creating a new \_multiTypeUninstall function, which is used in the uninstallModule function to add support for multi-type modules.



## W3: Hooks can prevent module uninstallation

Impact:	Warning	Likelihood:	N/A
Target:	Safe7579.sol	Type:	Denial of service

#### **Description**

The uninstallModule function has the withHook modifier, which triggers a preCheck or postCheck call to the hook. A malicious hook could be installed to prevent modules (and the hook itself) from being uninstalled by reverting during these preCheck or postCheck calls when uninstallModule is invoked.

A simple exploit scenario involves packaging a malicious module with a hook that prevents the malicious module from being uninstalled as a multi-type module.

Currently, there is no recovery mechanism in place to address this issue.

#### Recommendation

Removing hooks from the uninstallModule function could hinder the smart account's ability to perform extended account management. As an alternative, additional checks could be implemented to prevent the hooks from impeding their uninstallation. Mainly, hooks could be designed not to execute if the target of the uninstallModule function is the hook itself. This adjustment would enable the removal of the hook to allow the malicious module to be uninstalled.

#### Fix 1.1

The issue was resolved by creating a specific tryWithHook modifier for the uninstallModule function. This modifier ensures that the hook's preCheck and postCheck functions execute, except when the target of the uninstallModule function is the hook itself.





## W4: Missing data validations

Impact:	Warning	Likelihood:	N/A
Target:	Safe7579Launchpad.sol	Type:	Data validation

#### **Description**

The Safe7579Launchpad.setupSafe function contains comments "setupTo should be this launchpad" and "setupData should be a call to this.initSafe7579()", but the data validations are missing.

#### Listing 12. Excerpt from Safe7579Launchpad

```
// sload inithash from SafeProxy storage

function _initHash() public view returns (bytes32 value) {

// solhint-disable-next-line no-inline-assembly

assembly ("memory-safe") {

value := sload(INIT_HASH_SLOT)

}

}
```

#### Recommendation

Add proper data validations according to comments.

```
if (initData.setupTo != address(this)) revert InvalidSetupAddress();
if (bytes4(initData.setupData[:4]) != INIT_SAFE7579_SIGHASH) revert
InvalidSetupData();
```

#### Fix 1.1

Fixed, the following data validations were implemented.

```
if (initData.setupTo != SELF) revert InvalidSetup();
if (bytes4(initData.setupData[:4]) != this.initSafe7579.selector) revert
InvalidSetup();
```





## W5: Underscore prefixed public function

Impact:	Warning	Likelihood:	N/A
Target:	Safe7579Launchpad.sol	Type:	Best practices

#### **Description**

The Safe7579Launchpad.\_initHash function name contains the underscore prefix typical for private/internal functions, but the actual function visibility is public.

#### Listing 13. Excerpt from Safe7579Launchpad

```
// sload inithash from SafeProxy storage

function _initHash() public view returns (bytes32 value) {

// solhint-disable-next-line no-inline-assembly

assembly ("memory-safe") {

value := sload(INIT_HASH_SLOT)

}

}
```

#### Recommendation

Change the function visibility to internal.

#### Fix 1.1

Fixed by changing the function name to getInitHash.



## W6: Hardcoded Enum. Operation values

Impact:	Warning	Likelihood:	N/A
Target:	ExecutionHelper.sol	Туре:	Best practices

#### **Description**

The ExecutionHelper contract uses hardcoded enum values in execTransactionFromModule calls, which can be confusing and lead to overlooked errors during development.

#### Listing 14. Excerpt from Safe7579Launchpad

#### Listing 15. Excerpt from Safe7579Launchpad

```
bool success = safe.execTransactionFromModule(target, 0, callData,
1);
```

#### Listing 16. Excerpt from Safe7579Launchpad

```
(success, retData) = safe.execTransactionFromModuleReturnData(target, value, callData, 0);
```

#### Listing 17. Excerpt from Safe7579Launchpad

```
92  (success, retData) = safe.execTransactionFromModuleReturnData(target,
0, callData, 1);
```

#### Listing 18. Excerpt from Safe7579Launchpad



#### Listing 19. Excerpt from Safe7579Launchpad

```
bool success = safe.execTransactionFromModule(target, 0, callData,
1);
```

#### Listing 20. Excerpt from <u>Safe7579Launchpad</u>

```
(success, retData) =
    safe.execTransactionFromModuleReturnData(target, value, callData, 0);
```

#### Listing 21. Excerpt from <u>Safe7579Launchpad</u>

```
(success, retData) =
    safe.execTransactionFromModuleReturnData(target, 0, callData, 1);
```

#### Recommendation

Use proper Enum. Operation. Call and Enum. Operation. DelegateCall for better readability and maintenance.

#### Fix 1.1

Fixed, the ISafe.Operation enum was introduced and used.



# W7: Incomplete unused Safe7579UserOperationBuilder

Impact:	Warning	Likelihood:	N/A
Target:	Safe7579UserOperationBuilde	Type:	Code quality
	r.sol		

#### **Description**

The Safe7579UserOperationBuilder contract contains TODOs and commentedout code. However, this contract is not used by other contracts.

#### Listing 22. Excerpt from <u>Safe7579UserOperationBuilder</u>

```
// TODO: change it to address[] and bytes[] to be able to
// stack policies for a permission
// as of now it is enough to have a single policy for demo purposes
```

#### Listing 23. Excerpt from <u>Safe7579UserOperationBuilder</u>

```
90 // TODO: add delegatecall, tryExecute and other execution modes handling
```

#### Listing 24. Excerpt from <u>Safe7579UserOperationBuilder</u>

```
127 /* commented this out bc currently deployed permission validator is hardcode to
```

Also, the getCallData and getDummySignature functions visibility can be restricted to pure in the current state.

#### Recommendation

Remove the unused code and finish the incomplete code. Restrict the visibility of the getCallData and getDummySignature functions to pure.



#### Fix 1.1

Not fixed, mo changes were made to the Safe7579UserOperationBuilder contract.



## W8: Missing TryExecutionFailed emits

Impact:	Warning	Likelihood:	N/A
Target:	ExecutionHelper.sol	Туре:	Code quality

#### **Description**

The event TryExecutionFailed is emitted when a try execution fails in the ExecutionHelper helper contract.

#### Listing 25. Excerpt from ExecutionHelper

```
20     event TryExecutionFailed(ISafe safe, uint256 numberInBatch);
```

However, when calling a batch of executions, the event is only emitted when the whole batch fails due to the implementation, when a batch is internally executed through a single delegatecall.

#### Listing 26. Excerpt from <a href="ExecutionHelper"><u>ExecutionHelper</u></a>

```
function _tryExec(ISafe safe, Execution[] calldata executions) internal
{
    _tryDelegatecall({
        safe: safe,
        target: UTIL,
        callData: abi.encodeCall(BatchedExecUtil.tryExecute, executions)
});
}
```

#### Listing 27. Excerpt from <a href="ExecutionHelper"><u>ExecutionHelper</u></a>

```
function _tryDelegatecall(ISafe safe, address target, bytes memory
    callData) internal {
    bool success = safe.execTransactionFromModule(target, 0, callData,
    1);
    if (!success) emit TryExecutionFailed(safe, 0);
}
```



As a consequence, the numberInBatch parameter is always 0 when the event is emitted, which can be misleading.

#### Recommendation

Either change the implementation to allow logging the event with the correct numberInBatch or remove the numberInBatch parameter from the event to avoid confusion and save gas.

#### Fix 1.1

Fixed by emitting the correct event in function \_tryExecReturn(ISafe safe, Execution[] calldata executions) while keeping the implementation for function \_tryExec(ISafe safe, Execution[] calldata executions).



## 11: Duplicated code

Impact:	Info	Likelihood:	N/A
Target:	Safe7579Launchpad.sol	Туре:	Code quality

#### **Description**

When installing a module, a call to ModuleInstallUtil.installModule is used to invoke the module's onInstall function and emits the required event.

Listing 28. Excerpt from ModuleInstallUtil

```
function installModule(
11
12
          uint256 moduleTypeId,
          address module,
13
          bytes calldata initData
14
15
       )
          external
16
17
          IERC7579Module(module).onInstall(initData);
19
           emit ModuleInstalled(moduleTypeId, address(module));
       }
20
```

Safe7579Launchpad.validateUserOp does not reuse
ModuleInstallUtil.installModule when setting up validators and duplicates
its code.

Listing 29. Excerpt from Safe7579Launchpad

```
uint256 validatorsLength = initData.validators.length;
for (uint256 i; i < validatorsLength; i++) {
   address validatorModule = initData.validators[i].module;

   IValidator(validatorModule).onInstall(initData.validators[i].initData);
   emit ModuleInstalled(1, validatorModule);

if (validatorModule == validator) userOpValidatorInstalled =
   true;</pre>
```



198 }

#### Recommendation

Replace the duplicated code with a call to ModuleInstallUtil.installModule.

#### Fix 1.1

Acknowledged.

Would require more gas. It's worth it to keep the gas minimal.

— Rhinestone



#### 12: Unused code

Impact:	Info	Likelihood:	N/A
Target:	**/*	Type:	Code quality

#### **Description**

The project contains multiple occurrences of unused code.

Interfaces - IValidator, IExecutor, IFallback.

ISafe7579 - errors LinkedListError, InitializerError,

ValidatorStorageHelperError, HookPostCheckFailed, - unused using ModeLib for ModeCode.

IERC7484 - event NewTrustedAttesters (not even part of the ERC-7484).

**IModule** - errors AlreadyInitialized, NotInitialized.

IValidator - error InvalidTargetAddress.

IERC7579Account - event AccountInitializationFailed.

**IERC7579AccountEvents** - events ModuleInstalled, ModuleUninstalled.

**ExecutionHelper** - event TryExecutionsFailed.

**Safe7579UserOperationBuilder** - The contract is not used, - getCallData function contains unused parameters smartAccount and context, - getDummySignature function contains unused parameters smartAccount and executions.

Safe7579Launchpad - constants DOMAIN\_SEPARATOR\_TYPEHASH, SAFE\_INIT\_TYPEHASH, - function\_domainSeparator.



#### Recommendation

Remove or utilize the unused code to improve the readability and maintainability of the codebase.

Fix 1.1

Fixed.

Fixed all but the try exec.

- Rhinestone



## 13: Typos and incorrect documentation

Impact:	Info	Likelihood:	N/A
Target:	**/*	Type:	Code quality

#### **Description**

There are several typos and documentation issues across the project.

- The Safe7579.sol file contains comments that are incorrectly switched on L95 and L100, as well as L197 and L202.
- The ModuleManager.getValidatorPaginated function name should be getValidatorsPaginated. Also, the function uses inconsistent parameter naming cursor instead of start like in other functions and SentinelList.
- False comment in ModuleManager L489 bytes[] moduleInitData should be bytes moduleInitData.
- Safe7579.sol L177 "need need" → "need".
- Safe7579.sol L383 "sanitzied" → "sanitized".
- Safe7579.sol L424 "sanitzied" → "sanitized".
- Initializer.sol L58 "deplomet" → "deployment".

#### Recommendation

Fix the typos and documentation to improve code quality.

#### Fix 1.1

Fixed.



### 14: Code structure

Impact:	Info	Likelihood:	N/A
Target:	**/*	Туре:	Code quality

### **Description**

Summary of findings regarding the code structure.

- The Safe7579.sol file contains also the EIP712 library. Move the library to a separate file into the lib directory.
- The Safe7579DCUtil.sol file contains Safe7579DCUtilSetup contract. Unify the naming.
- In the Safe7579Launchpad contract, modifiers are placed below the constructor. Move modifiers above the constructor.
- The ISafe7579 interface is placed in the root. Move the file into the interfaces directory.

### Recommendation

Fix these minor issues to improve code quality and readability.

#### Fix 1.1

Acknowledged.

Actually prefer the readability as it is now.

- Rhinestone



# 6. Report revision 1.1

## **6.1.** System Overview

There are not any important changes in the codebase.



## 7. Report revision 2.0

### 7.1. System Overview

A few significant changes were made to the codebase.

The isModuleInstalled function in the Safe7579 contract now returns true for the address of msg.sender (the address of Safe under normal circumstances) and the validator module type. This is motivated by the fact that the Safe singleton itself may validate user operations.

A new helper function addsafe7579 was introduced to the Safe7579Launchpad contract, allowing migration of an existing Safe account to Safe7579 in a single transaction.

The initial user operation performed on the Safe7579Launchpad contract can now be validated by the Safe owners, not only by validator modules.

The storage variables in the Safe7579 contract were reworked to be fully compatible with <u>ERC-4337</u> storage restrictions in all cases.

The EncodedSafeOpStruct struct used to compute the user operation hash signed by Safe owners was updated to the latest version.

Minor refactoring and compatibility improvements were made to the Safe7579 and Safe7579Launchpad contracts.



### W9: Safe does not implement validator interface

Impact:	Warning	Likelihood:	N/A
Target:	Safe7579.sol	Туре:	EIP violation

### **Description**

The function isModuleInstalled in the contract Safe7579 returns a boolean flag of whether a given module is installed.

The following condition also returns true if the module address is msg.sender:

#### Listing 30. Excerpt from <u>Safe7579.isModuleInstalled</u>

```
if (moduleType == MODULE_TYPE_VALIDATOR) {
    // Safe7579 adapter allows for validator fallback to Safe's checkSignatures().

// It can thus be considered a valid validtor module
if (module == msg.sender) return true;
return _isValidatorInstalled(module);
```

# <u>ERC-7579</u> states that a validator module should implement the following functions:

```
function validateUserOp(PackedUserOperation calldata userOp, bytes32 userOpHash)
external returns (uint256);

function isValidSignatureWithSender(address sender, bytes32 hash, bytes calldata
signature) external view returns (bytes4);
```

In isModuleInstalled, msg.sender should always be a Safe account. However, Safe does not implement the validator interface, even through the fallback mechanism.



### Recommendation

Reconsider the new if condition, as it does not comply with the standard and may lead to confusion.



### W10: Inconsistent signature checking

Impact:	Warning	Likelihood:	N/A
Target:	Safe7579Launchpad.sol	Туре:	Data validation

### **Description**

The function \_isValidSafeSigners in the Safe7579Launchpad contract is used to verify the signatures of Safe owners before the singleton address in the SafeProxy contract is changed to the Safe singleton. So, Safe7579Launchpad users may expect the signature validation to behave like in the Safe singleton.

However, there is a difference in checking the  ${\tt s}$  signature part in the case when the signer is an <u>EIP-1271</u> contract.

The check in the function Safe.checkNSignatures

```
// Check that signature data pointer (s) is not pointing inside the static part
of the signatures bytes
// This check is not completely accurate, since it is possible that more
signatures than the threshold are send.
// Here we only check that the pointer is not pointing inside the part that is
being processed
require(uint256(s) >= requiredSignatures.mul(65), "GS021");
```

is different from the check in CheckSignatures.recoverNSignatures

```
// Check that signature data pointer (s) is not pointing inside the static part
of
// the signatures bytes
// Here we check that the pointer is not pointing inside the part that is being
// processed
if (uint256(s) < 65) {
   revert WrongContractSignatureFormat(uint256(s), 0, 0);
}</pre>
```



used by the \_isValidSafeSigners function

Listing 31. Excerpt from <u>Safe7579Launchpad</u>. <u>isValidSafeSigners</u>

```
address[] memory signers = _hash.recoverNSignatures(signatures,
safeSetupCallData.threshold);
```

The condition serves as a safety check to ensure that the EIP-1271 data pointer is not pointing inside the first part of the signature data. The difference in the checks may lead to different behavior in the signature validation process, confusing users of the Safe7579Launchpad contract.

#### Recommendation

Ensure that the signature checking in Safe7579Launchpad is consistent with the signature checking in the Safe singleton.



### **I5:** Unused using-for

Impact:	Info	Likelihood:	N/A
Target:	**/*	Type:	Code quality

### **Description**

The codebase contains multiple unused using-for directives. See <u>Appendix C</u> for the complete list of all occurrences.

### Recommendation

Remove the unused using-for directives to improve code maintainability and readability.



### I6: Typo

Impact:	Info	Likelihood:	N/A
Target:	Safe7579.sol	Type:	Code quality

### **Description**

There is a typo in the Safe7579.isModuleInstalled function:

Listing 32. Excerpt from <u>Safe7579.isModuleInstalled</u>

473 // It can thus be considered a valid validtor module

### Recommendation

Fix the typo.



# **Appendix A: How to cite**

Please cite this document as:

Ackee Blockchain, Rhinestone: Safe7579, 5.7.2024.



# Appendix B: Glossary of terms

The following terms might be used throughout the document:

### Superclass/Ancestor of C

A contract that C inherits/derives from.

### Subclass/Child of C

A contract that inherits/derives from C.

### Syntactic contract

A Solidity contract. May have an inheritance chain, and may be deployed.

### Deployed contract

An EVM account with non-zero code. If its source was written in Solidity, it was created through at least one syntactic contract. If that contract had superclasses (parents), it would be composed of multiple syntactic contracts.

#### Init/initialization function

A non-constructor function that serves as an initializer. Often used in upgradeable contracts.

#### External entrypoint

A public or external function.

#### Public/Publicly-accessible function/entrypoint

An external or public function that can be successfully executed by any network account.

#### **Mutating function**

A non-view and non-pure function.



### **Appendix C: Wake outputs**

This section contains the outputs from the <u>Wake</u> development and testing framework used during the audit.

### C.1. C1 proof of concept script

```
launchpad = Safe7579Launchpad.deploy(ENTRY_POINT, IERC7484(registry))
safe_factory = SafeProxyFactory("0x4e1DCf7AD4e460CfD30791CCC4F9c8a4f820ec67")
# init_data - crafted by a legitimate user
factory_call = abi.encode_call(
   launchpad.preValidationSetup,
   [launchpad.hash(init_data), Address.ZERO, b""],
)
salt_nonce = random_bytes(32)
init_code = bytes(safe_factory.address) + abi.encode_call(
    safe_factory.createProxyWithNonce,
    [launchpad, factory_call, int.from_bytes(salt_nonce, "big")],
predicted = launchpad.predictSafeAddress(
   launchpad,
   safe_factory,
   safe_factory.proxyCreationCode(),
   salt_nonce,
   factory_call,
)
# attack starts here
attacker = random_account()
# deploy SafeProxy with attacker, using the "official" SenderCreator used by
creator = SenderCreator("0xefc2c1444ebcc4db75e7613d20c6a62ff67a167c")
tx = creator.createSender(init_code, from_=attacker)
assert tx.return_value == predicted
# change the singleton to one under attacker's control
tx = Safe7579Launchpad(tx.return_value).preValidationSetup(
   bytes32(0),
   malicious_contract,
   abi.encode_call(MaliciousContract.changeSingleton, []),
)
```



### C.2. I5 detections

```
• • •
                            wake detect unused-using-for
 [WARNING][LOW] Unused contract in using-for directive [unused-using-for]
   51 * "executeTransactionFromModule" features.
   52 */
   53 contract Safe7579 is ISafe7579, SafeOp, SupportViewer, AccessControl, I
         using UserOperationLib for PackedUserOperation;
          using ExecutionLib for bytes;
   55
   56
   57
 src/Safe7579.sol -
 [WARNING][LOW] Unused contract in using-for directive [unused-using-for] -
          SupportViewer,
  40
          IERC7579AccountEvents
   41
   42 {
 ) 43
         using UserOperationLib for PackedUserOperation;
   44
          using LibSort for address[];
   45
          using CheckSignatures for bytes32;
   46
  src/Safe7579Launchpad.sol —
 - [WARNING][LOW] Unused contract in using-for directive [unused-using-for] —
   23 */
   24 abstract contract Initializer is ISafe7579, ModuleManager {
          using SentinelList4337Lib for SentinelList4337Lib.SentinelList;
 ) 26
          using SentinelListLib for SentinelListLib.SentinelList;
   27
   28
          event Safe7579Initialized(address indexed safe);
 src/core/Initializer.sol -
 [WARNING][LOW] Unused contract in using-for directive [unused-using-for]
   33 * respective section
   34 */
   35 abstract contract ModuleManager is ISafe7579, AccessControl, Receiver,
          using SentinelListLib for SentinelListLib.SentinelList;
   37
          using SentinelList4337Lib for SentinelList4337Lib.SentinelList;
  src/core/ModuleManager.sol -
```

Figure 2. Unused using-for directives



# Thank You

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