# Layer Zero

Solidity-examples

by Ackee Blockchain

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## 1. Document Revisions

1.0	Final report	July 27, 2022
2.0	Final re-audit report	October 10, 2022



## 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 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, Rockaway Blockchain Fund.

## 2.2. Audit Methodology

- 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 Slither 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 fuzzy testing** run unit tests to ensure that the system works as expected, potentially write missing unit or fuzzy tests.



## 2.3. Finding classification

A Severity rating of each finding is determined as a synthesis of two subratings: 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	Medium	-		
Impact	Low	Medium	Medium	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
Lukáš Böhm	Lead Auditor
Miroslav Škrabal	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

Solidity-examples repository is used as a template or example for creating Omnichain Fungible (OFT) and Non-Fungible Tokens (ONFT) based on LayerZero's Interoperability protocol.

#### 3.1. Revision 1

LayerZero engaged Ackee Blockchain to perform a security review of the Solidity-examples contracts with a total time donation of 10 engineering days in a period between July 15 and June 26, 2022 and the lead auditor was Lukáš Böhm.

The scope of the security review was specified to contracts changed in two pull requests merged in the audit branch.

Commit: c7525a5

We began our review by using static analysis tools. Then we took a deep dive into the logic of the contracts. During the review, we paid particular attention to:

- · detecting possible reentrancies in the code,
- ensuring the proper handling of the tokens during the cross-chain messages,
- · ensuring access controls are not too relaxed or too strict,
- looking for common issues such as data validation.

Our review resulted in 5 findings, ranging from warning to medium severity.

The architecture of the project is well-designed and allows easy integration for 3rd parties. The tests are written in JavaScript, and they successfully



pass. Code quality is excellent and well documented, essential for the example contracts. LayerZero provides high-quality <u>documentation</u> in the white paper and on the <u>gitbook website</u>.

Ackee Blockchain recommends LayerZero:

- use static analysis tools like Slither,
- ensure that the privileged owner role is well maintained,
- address all the reported issues.

#### 3.2. Revision 2

LayerZero provided an updated codebase with new contracts on September 26, 2022. The review was done on the given commit: 4fc0dc7.

Security review was between September 26 and October 7, 2022. The lead auditor was Lukáš Böhm.

We used static analysis tools during the review, including the new Woke tool with built-in automated vulnerability detectors. Detectors of <u>Woke</u> found issues such as <u>event ordering</u>. Our review resulted in 11 findings, ranging from <u>informational</u> to <u>medium</u> severity. From <u>previous review</u> only <u>M1: Lack of emits</u> was fixed, the rest remain relevant.

See <u>Revision 2.0</u> for the review of the updated codebase and additional information we consider essential for the current scope. <u>Summary of Findings</u> provides a status of each issue.

Implemented Woke tests for ButesLib library can bee seen in Appendix B.



## 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 Solution.

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
M1: Renounce ownership	Medium	1.0	Reported
M2: Dangerous transfer ownership	Medium	1.0	Reported
W1: Lack of events in state	Warning	1.0	Fixed
<u>changing functions</u> W2: Usage of solc optimizer	Warning	<u>1.0</u>	Reported
W3: Floating pragma	Warning	<u>1.0</u>	Reported
M3: Initialize functions in upgradeability	Medium	2.0	Reported
M4: Address validation in constructor	Medium	2.0	Reported



	Severity	Reported	Status
M5: Data validation in	Medium	2.0	Reported
constructor			
M6: Accepting messages	Medium	<u>2.0</u>	Reported
<u>from untrusted remotes</u>			
W4: Lack of existence	Warning	<u>2.0</u>	Reported
check			
W5: Order of event emission	Warning	<u>2.0</u>	Reported
and reentrancy			
W6: Lack of cross-chain	Warning	<u>2.0</u>	Reported
token ID validation			
W7: Mint without price	Warning	<u>2.0</u>	Reported
<u>require</u>			
11: Gas optimization in mint	Info	<u>2.0</u>	Reported
function			
I2: Unused SafeERC20	Info	2.0	Reported
I3: Bad coding practices	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 essential for better understanding are described in the following section.

The audit scope consists of two almost identical directories, one of which contains upgradeable versions of the contracts from the other directory.

#### LzApp.sol

LzApp is a base contract for Layer Zero protocol applications. These applications send and receive messages through lzEndpoint, which is set in the constructor. All the following tokens discussed in detail are themselves LzApp.

#### NonblockingLzApp.sol

NonblockingLzApp inherits from LzApp and implements three additional functions for receive handling and message retry.

#### OFT20.sol

OFT20 or OmnichainFungibleToken is an ERC20 and ERC165 token. It has built-in functionality to transfer itself to different blockchains supported by LayerZero.



#### OFT20Core.sol

OFT20Core is an abstract contract that contains the core functionality of OFT20, which is a transfer to different blockchains supported by LayerZero.

#### BasedOFT20.sol

BasedOFT20 is an extension of OFT20, which can be minted in any quantity regardless of the chain. The whole BasedOFT20 token supply is minted on the base chain. Tokens transferred out of the base chain are locked in the contract and minted on destination. Tokens returning are burned on the destination and unlocked on the base chain.

#### GlobalCappedOFT20.sol

GlobalCappedOFT20 is an extension of OFT20 that adds a global cap to the supply of tokens across all chains.

#### PausableOFT20.sol

PausableOFT20 is an extension of OFT20 where the owner of the token contract has the right to pause transfers.

#### ProxyOFT20.sol

ProxyOFT20 is a proxy contract for OFT20. The exact token is set in the constructor and cannot be changed.

#### ONFT721Core.sol

ONFT721Core is an abstract contract that contains the core functionality of ONFT721. ONFT721 is an ERC721 and ERC165 token with built-in functionality to transfer itself to different Layer Zero supported blockchains.

#### ONFT721.sol

The contract contains two essential functions: \_debitFrom and \_creditTo, that



burn or mint tokens for a specific user. In the upgradeable version ONFT721Upgradeable.sol, there is no burning, but tokens are sent to this address instead. The token is sent to the end user if the contract holds the token with a given id. If the token with id does not exist, then it is minted.

#### ONFT1155Core.sol

ONFT1155Core is an abstract contract that contains the core functionality of ONFT1155. ONFT1155 is an ERC1155 and ERC165 token with built-in functionality to transfer itself to different Layer Zero supported blockchains. Unlike ONFT721 this contract can also send batches.

#### contracts-upgradable directory

This directory contains the Upgradeable versions of most contracts discussed above. Upgradeable contracts include two additional functions for the upgradeable pattern.

#### **Actors**

This part describes the system's actors, roles, and permissions.

#### Owner of the token contract

The owner of the token contract can:

- call setUseCustomAdapterParams() function to use custom adapter parameters in \_send() function;
- in case of PausableOFT20, he can call pauseSendTokens() to pause transfers;
- call functions which change user application config in LzApp and its upgradable version LzApp.

#### User

A user can use the protocol to send cross-chain messages, check the total



supply of a specific token, or get information about trusted remotes.

#### Trust model

Users have to trust the owner of upgradable contracts that he will only perform an upgrade to a trusted contract.

Additionally, they have to trust the relayer and the oracle not to falsify the messages.



## M1: Renounce ownership

Medium severity issue

Impact:	High	Likelihood:	Low
Target:	LZApp.sol,	Туре:	Access Control
	LZAppUpgradeable.sol		

#### **Description**

LZApp.sol (LZAppUpgradeable.sol) inherits functionality to renounce the ownership from Ownable (OwnableUpgradeable) contract. Function renounceOwnership sets the owner address to zero, and ownership is forever invalidated. However, the owner's role is necessary to maintain the contract's state and configuration.

#### **Exploit scenario**

Accidentally, the current owner calls renounceOwnership function, which forever invalidates the role. After that, nobody can get the ownership role and change the application configuration, set custom adapter parameters, or set a trusted remote.

#### Revision 2.0

One of the contracts that inherits from <u>LZApp</u> is <u>pausable</u>. Thus renouncing ownership can block the app forever when the owner is renounced while the <u>contract</u> is paused.

#### Recommendation

Override the renounceOwnership method to disable this unwanted feature.



## M2: Dangerous transfer ownership

Medium severity issue

Impact:	High	Likelihood:	Low
Target:	LZApp.sol,	Туре:	Access Control
	LZAppUpgradeable.sol		

#### **Description**

LZApp.sol (LZAppUpgradeable.sol) inherits functionality to transfer the ownership from Ownable (OwnableUpgradeable) contract.

```
function _transferOwnership(address newOwner) internal virtual {
   address oldOwner = _owner;
   _owner = newOwner;
   emit OwnershipTransferred(oldOwner, newOwner);
}
```

However, the transfer function has **not** have a robust verification mechanism for the new proposed owner. If a wrong owner address is accidentally passed to it, the error cannot be recovered. Thus passing a wrong address can lead to irrecoverable mistakes.

#### **Exploit scenario**

The current owner Alice wants to transfer the ownership to Bob. Alice calls the transferOwnership function but supplies the wrong address by mistake. As a result, the ownership will be passed to a wrong and possibly dead address.

#### Recommendation

One of the common and safer approaches to ownership transfer is to use a two-step transfer process.



Current owner Alice wants to transfer the ownership to Bob. The two-step process would have the following steps: Alice proposes a new owner, namely Bob. This proposal is saved to a variable candidate. The candidate Bob calls the function for accepting the ownership, which verifies that the caller is the new proposed candidate. If the verification passes, the function sets the caller as the new owner. If Alice proposes the wrong candidate, she can change it. However, it can happen, with a very low probability that the wrong candidate is malicious (most often, it would be a dead address).

An authentication mechanism can also be employed to prevent the malicious candidate from accepting the ownership.



## W1: Lack of events in state changing functions

Impact:	Warning	Likelihood:	N/A
Target:	LzApp.sol,	Type:	Logging
	LzAppUpgradeable.sol,		
	*Core.sol		

#### **Description**

Besides the essential functions for message handling, LzApp contracts also log state changes while adding a new trusted remote in function setTrustedRemote. However, the state-changing function setMinDstGasLookup does not emit the change, although it updates the minimal gas limit.

```
function setMinDstGasLookup(uint16 _dstChainId, uint _type, uint
  _dstGasAmount) external onlyOwner {
    require(_dstGasAmount > 0, "LzApp: invalid _dstGasAmount");
    minDstGasLookup[_dstChainId][_type] = _dstGasAmount;
}
```

All the \*Core.sol contracts implement function setUseCustomAdapterParams for setting custom adapter parameter. Variable useCustomAdapterParams is global and changes contracts behavior, but this change is not logged.

```
function setUseCustomAdapterParams(bool _useCustomAdapterParams) external
onlyOwner {
    useCustomAdapterParams = _useCustomAdapterParams;
}
```

#### Recommendation

Log any values that on-chain and off-chain observers might be interested in, particularly when the contract's state is changed. This ensures the maximum transparency of the protocol to its users, developers, and other stakeholders.



It may also help with a potential incident analysis.

Solution (Revision 2.0)

Emits have been added.



## W2: Usage of solc optimizer

Impact:	Warning	Likelihood:	N/A
Target:	**/*	Type:	Compiler
			configuration

#### **Description**

The project uses solc optimizer. Enabling solc optimizer <u>may lead to unexpected bugs</u>.

The Solidity compiler was audited in November 2018, and the audit <u>concluded</u> that the optimizer may not be safe.

#### Vulnerability scenario

A few months after deployment, a vulnerability is discovered in the optimizer. As a result, it is possible to attack the protocol.

#### Recommendation

Until the solc optimizer undergoes more stringent security analysis, opt-out using it. This will ensure the protocol is resilient to any existing bugs in the optimizer.



## W3: Floating pragma

Impact:	Warning	Likelihood:	N/A
Target:	**/*	Туре:	Compiler
			configuration

#### **Description**

The project uses solidity floating pragma: ^0.8.2.

#### Vulnerability scenario

A mistake in deployment can cause a version mismatch and thus an unexpected bug.

#### Recommendation

Stick to one version and lock the pragma in all contracts. More information can be found in: <u>SWC Registry</u>.



## 6. Report revision 2.0

## 6.1. System Overview

The updated scope contains a composable folder with a set of composable contracts, where ComposableBasedOFT.sol is a copy of BasedOFT.sol (OFT20 contracts have been renamed to OFT in version 2.0) and ComposableOFT.sol is a copy of OFT.sol. Contract ComposableOFTCore.sol extends OFTCore.sol

#### UniversalONFT721.sol

Universal example of ONFT721 with implemented mint function with the ability to mint on different chains thanks to the ID ranges.

#### ExcessivelySafeCall.sol

The library with upgraded low-level call functions. The primary and key difference is the ability to limit the number of bytes to copy to the caller contract memory. A user can use this functionality by setting \_maxCopy argument.

#### BytesLib.sol

The external library implements functions for byte manipulation. It can compare the storage of bytes, concat, slice, or convert bytes into a specific data type.

#### NativeOFT.sol

The contract with implemented core functionalities like send, withdraw, receive and creditTo. It is and extension of OFT that allows for wrapping the native currency and thus making it possible to transfer it cross-chain



## M3: Initialize functions in upgradeability

Medium severity issue

Impact:	Medium	Likelihood:	Low
Target:	contracts-upgradeable/*.sol	Type:	Upgradeability

Listing 1. Excerpt from <a href="https://oreupgradeable.\_\_OFTCoreUpgradeable\_init">OFTCoreUpgradeable\_init</a>

```
function __OFTCoreUpgradeable_init(address _endpoint) internal
  onlyInitializing {
    __OFTCoreUpgradeable_init_unchained(_endpoint);
}
```

#### Listing 2. Excerpt from

OFTCoreUpgradeable.\_\_OFTCoreUpgradeable\_init\_unchained

```
function __OFTCoreUpgradeable_init_unchained(address _endpoint)
internal onlyInitializing {
    __NonblockingLzAppUpgradeable_init_unchained(_endpoint);
}
```

#### **Description**

The LayerZero upgradeable contracts use the \_init and \_init\_unchained functions as known from OpenZeppelin upgradeability. Those functions are meant to initialize the contract state and avoid double initialization. The \_init function should perform the logic that would typically be done in the constructor header, and the \_init\_unchained should perform the logic that would be done in the constructor body.

However, this pattern is violated, which can lead to double initialization. This issue generally applies to the upgradeable contracts, but for simplicity will be illustrated on the OFTCoreUpgradeable contract's initialization.



The OFTCoreUpgradeable contains both the \_init and \_init\_unchained functions. The \_init function only performs a call to the \_init\_unchained (see <u>Listing 1</u>). The \_init\_unchained performs a call to the \_init\_unchained function of the LzApp (see <u>Listing 2</u>). The \_init\_unchained function of the OFTCoreUpgradeable is thus chained (it chains the call to the \_init\_unchained function of the LzApp).

#### Vulnerability scenario

A developer of a user application follows the initialization pattern. To avoid double initialization, he calls all the \_init\_unchained functions of the contracts he derives his app from (while using a properly linearized call sequence). This approach is valid because no \_init\_unchained should perform chaining. However, the OFTCoreUpgradeable violates this pattern, and thus the developer will call the \_init\_unchained function of the LzApp twice (once from his contract, once from the OFTCoreUpgradeable), which will lead to double initialization.

#### Recommendation

Follow the pattern that the \_init function acts as a constructor header and \_init\_unchained as a constructor body. The \_init\_unchained function should not perform chaining. The \_init function should contain linearized calls to the \_init\_unchained functions of all the contracts it derives from. Such an approach assures that double initialization will not happen and that all variables will get initialized. For inspiration contracts from OpenZeppelin can be used.



### M4: Address validation in constructor

#### Medium severity issue

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

#### **Description**

The <u>LzApp</u> contract does not perform any data validation on the <u>\_endpoint</u> argument.

#### **Exploit scenario**

An incorrect value of <u>\_endpoint</u> is passed to the <u>LzApp</u> constructor. Instead of reverting, the call succeeds. If such a mistake is not discovered quickly and the contracts are not redeployed, the protocol can behave in an undefined way.

#### Recommendation

Add more stringent data validation for \_endpoint. At the very least, this would include a zero-address check. Ideally, it is recommended to define a getter in the \_endpoint such as contractId() that would return a hash of an identifier unique to the (project, contract). An example would be keccak256("Layer Zero Endpoint"). Upon constructing the LZApp the identifier would be retrieved from the passed-in \_endpoint address and compared to the expected value.



#### M5: Data validation in constructor

#### Medium severity issue

Impact:	Medium	Likelihood:	Low
Target:	UniversalONFT721.sol	Type:	Data validation

#### **Description**

The <u>UniversalONFT721</u> contract does not perform validation whether <u>\_endMintId</u> is greater than <u>\_startMintId</u>

#### **Exploit scenario**

Value \_startMintId is set with higher number than \_endMintId in <u>UniversalONFT721</u> constructor. If such a case happened, the contract would become unusable.

#### Recommendation

In the case of <u>UniversalONFT721</u>, a simple condition should be included.

```
require(_startMintId < _endMintId, "Invalid mint interval")</pre>
```



## M6: Accepting messages from untrusted remotes

Medium severity issue

Impact:	Medium	Likelihood:	Low
Target:	LzApp.sol,	Туре:	Data validation
	NonblockingLzApp.sol		

#### **Description**

The LzApp contract uses trustedRemoteLookup mapping to validate whether a given remote can be trusted or not. The values to the mapping are set by the contract owner in the function setTrustedRemote. If special conditions are met, a call from an untrusted remote can be executed. The retryMessage function enables this as it performs no check on whether the given remote is trusted or not. Additionally, it is enabled by the fact that a given remote can be set as untrusted after it is set as trusted.

#### Vulnerability scenario

- 1. Owner sets a new trusted remote A using setTrustedRemote function.
- 2. A gets compromised by a malicious actor.
- 3. A message from A is delivered. The execution fails inside the \_blockingLzReceive, and the message is thus stored to failedMessages mapping.
- 4. Because A was compromised, the owner sets A as untrusted. He does so by setting the value for key A to the default value.
- 5. The failed message gets reexecuted by calling retryMessage, and this time the call succeeds. As a result, a message from an *untrusted* remote gets executed.



#### Recommendation

Inside the retryMessage function, implement an additional check whether or not a given remote is trusted. This check is needed because a remote can become untrusted while a message is stored in the failedMessages buffer.



#### W4: Lack of existence check

Impact:	Warning	Likelihood:	N/A
Target:	**/*	Туре:	Data validation

Listing 3. Excerpt from ComposableOFTCore. safeCallOnOFTReceived

```
function _safeCallOnOFTReceived(uint16 _srcChainId, bytes memory
    _srcAddress, uint64 _nonce, bytes memory _caller, bytes memory _from,
    address _to, uint _amount, bytes memory _payload, uint _gasForCall)
    internal virtual {
        (bool success, bytes memory reason) = _to.excessivelySafeCall
        (_gasForCall, 150, abi.encodeWithSelector(IOFTReceiver.onOFTReceived
        .selector, _srcChainId, _srcAddress, _nonce, _caller, _from, _amount,
        _payload));
        if (!success) {
```

#### **Description**

The function \_safeCallOnOFTReceived performs a low level call on the \_to address (see <u>Listing 3</u>). The function performs no existence check on the \_to address. Currently, the function is only called from a place that performs this check. However, such a check should be performed in the function itself.

#### **Exploit Scenario**

Alice, a user application developer, derives her contract from the ComposableOFTCore. Assuming that the function safeCallOnOFTReceived is entirely safe (as implied by its name), Alice uses the function without validating the \_to address. A call to the function is made with an address that does not correspond to a contract, and the call falsy succeeds.

#### Recommendation

Perform the check directly in \_safeCallOnOFTReceive function. This would make



the function truly safe and provide the benefit of not having to perform the check-in functions that call it.



## W5: Order of event emission and reentrancy

Impact:	Warning	Likelihood:	N/A
Target:	ComposableOFTCore.sol	Type:	Logging,
			Reentrancy

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

#### **Description**

The retryOFTReceived function may log events in the wrong order in case of reentrancy.

The event RetryOFTReceivedSuccess is emitted only after the call to onOFTReceived() function (see <u>Listing 4</u>). The call to onOFTReceived() can result in reentering the contract via the same function. In such a case, the inner calls would emit the events first (the first in, last out principle), which might break assumptions about the event emission order.

#### Recommendation

Follow the Checks-Effects-Interactions Pattern even for logging.



#### W6: Lack of cross-chain token ID validation

Impact:	Warning	Likelihood:	N/A
Target:	UniversalONFT721.sol	Type:	Data validation

#### **Description**

The <u>UniversalONFT721</u> uses id ranges to allow for safe minting. Each chain has an id range that does not intersect with other chains. This mechanism is used against minting NFTs with identical ids on different chains. The requirement for unique ranges is not enforced on the smart-contract level, as this would be rather complicated.

#### **Exploit scenario**

If this constraint was violated, it could lead to critical mistakes. One such mistake is DoS of the mint function. Suppose that chains  $\mathbf{A}$  and  $\mathbf{B}$  have intersecting id ranges. An nft from colliding range with index i is transferred from  $\mathbf{A}$  to  $\mathbf{B}$ . Once the id to be minted on  $\mathbf{B}$  is i, minting gets DoSed. This is because the \_mint function in ERC721 requires:

```
require(!_exists(tokenId), "ERC721: token already minted");
```

#### Recommendation

It must be ensured that the deployment script for those contracts is validated and audited appropriately to avoid the possibility of deploying contracts with intersecting id ranges.



## W7: Mint without price require

Impact:	Warning	Likelihood:	N/A
Target:	UniversalONFT721	Type:	Data validation

#### **Description**

In the contract, mint function is declared as s payable without any requirement on the price of NFT. Because of the payable keyword, users are expected to send Ether to the function to acquire NFTs. However, the function lacks any requirements on the price of NFT. On the one hand, this is logical because each project will use a different price for the NFT, but the requirement should be present for a good example code.

#### Recommendation

We recommend defining a constant representing the price:

```
unit256 public constant NFT_PRICE = 1;
```

and then add a requirement to the mint function:

```
require(msg.value >= NFT_PRICE, "insufficient ether");
```



## I1: Gas optimization in mint function

Impact:	Info	Likelihood:	N/A
Target:	UniversalONFT721.sol	Type:	Gas optimization

#### **Description**

In UniversalONFT721 in mint function post-inc is used:

```
nextMintId++;
```

#### Recommendation

Where the semantics of the program does not change, it is recommended to use pre-inc as it is more gas efficient. The mint function could be even simplified to:

```
function mint() external payable {
  require(nextMintId <= maxMintId, "UniversalONFT721: max mint limit
  reached");
  _safeMint(msg.sender, nextMintId++);
}</pre>
```



#### 12: Unused SafeERC20

Impact:	Info	Likelihood:	N/A
Target:	NativeOFT.sol	Туре:	Unused library

#### **Description**

The <u>NativeOFT</u> contract uses the <u>SafeERC20</u> library for the <u>IERC20</u> interface. However, the library is never used.

#### Recommendation

Consider whether including the SafeERC20 library is necessary and optionally remove it. In this specific case, no unverified tokens are handled. Thus there is no actual use case for the library.



## 13: Bad coding practices

Impact:	Info	Likelihood:	N/A
Target:	**/*	Туре:	coding practices

#### **Description**

Across the project, there are several code inconsistencies.

#### Not accurate NatSpec comment

The constructor of contract <u>UniversalONFT721</u> uses NatSpec comments for input argument description. However, the comment states that <u>endMintId</u> represents max number of mints but it actually represents the maximum NFT id.

#### Misleading comment

ExcessivelySafeCall contains ExcessivelySafeCall library. The library contains the function excessivelySafeCall. The function mainly limits the number of bytes returned to a caller from a low-level call. The limit is imposed by the caller and is represented as uint16. However, the function contains the following comment:

#### // limit our copy to 256 bytes

However, the copy is limited by the \_maxCopy, which is uint16, and thus the comment is misleading.

#### **Unresolved TODO**

The contract NativeOFT contains TODO comment on line 11:

// todo: should inherit from OFT/OFTCore

We recommend to finish all the TODOs before the deployment to prevent



#### unwanted behavior

#### Useless transfer

In the same contract in function \_debitMsgFrom, there is a line of code minting the token to the msg.sender address and then immediately sending the token from msg.sender to address(this). The same result can be achieved by direct minting to address(this). Public payable function \_send uses an underscore in its name, which indicates internal functions.



## **Appendix A: How to cite**

Please cite this document as:

Ackee Blockchain, Layer Zero: Solidity-examples, 10.10.2022.



## Appendix B: Woke fuzz tests

We implemented tests using <u>Woke</u> fuzzer for <u>BytesLib</u> functions <u>slice</u> and <u>toAddress</u> used in the project. Both tests passed <u>successfully</u>. Functions outputs are consistent with expected behavior even for the high number of test campaigns.

For information on how to use the tool or run the tests, we provide the official documentation.

#### B.1. slice

```
import brownie
from random import randint
from woke.fuzzer import Campaign
from woke.fuzzer.decorators import (
    flow,
    ignore,
    invariant,
   max_times,
    precondition,
   weight,
)
from woke.fuzzer.random import (
    random_account,
    random_bool,
    random_bytes,
    random_int,
    random_string,
)
class TestingSequence:
    def __init__(self, SliceTest):
        self.slice_test = SliceTest.deploy({'from': random_account()})
    @flow
    def flow_slice(self):
        b = random_bytes(0, 100)
```



```
start = random_int(0, len(b))
    #allow end to be greater than len(b) to test revert on out-of-
bounds

length = random_int(0, len(b) - start + 10)
    if start + length > len(b):
        with brownie.reverts("slice_outOfBounds"):
            self.slice_test.slice(b, start, length)
    else:
        expected_res = b[start:start+length].hex()
        res = self.slice_test.slice(b, start, length)
        assert res == "0x" + expected_res

def test_string_bytes_utils(SliceTest):
    campaign = Campaign(lambda: TestingSequence(SliceTest))
    campaign.run(1, 10)
```

#### **B.2.** toAddress

```
import brownie
from brownie.convert import to_bytes
from random import choice
from woke.fuzzer import Campaign
from woke.fuzzer.decorators import (
    flow,
    ignore,
    invariant,
   max_times,
    precondition,
   weight,
)
from woke.fuzzer.random import (
    random_account,
    random_bool,
    random_bytes,
    random_int,
    random_string,
)
class TestingSequence:
```



```
def __init__(self, ToAddressTest):
        self.adr_test = ToAddressTest.deploy({'from': random_account()})
    @flow
    def flow_to_address(self):
        a = random account()
        a_bytes = bytes.fromhex(a.address[2:])
        pre = random_bytes(0, 20)
        post = random_bytes(0, 20)
        if choice([True, False]):
            #tst for correct address
            assert self.adr_test.toAddress(pre + a_bytes + post, len(pre))
== a.address
        else:
            if pre:
                #tst for wrong address - start converting at position 0, ie
from pre bytes
                assert self.adr_test.toAddress(pre + a_bytes + post, 0) !=
a.address
            elif post:
                #tst for out of bounds - set start to index after
sssssncoded address
                with brownie.reverts("toAddress outOfBounds"):
                    self.adr_test.toAddress(pre + a_bytes + post, len(pre +
a_bytes) + len(post)/2
def test_string_bytes_utils(ToAddressTest):
    campaign = Campaign(lambda: TestingSequence(ToAddressTest))
    campaign.run(30, 100)
```



## Appendix C: 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.



# Thank You

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