

AUDIT REPORT

EBASE August 2023

Severity classification

| Severity | Impact: High | Impact: Medium | Impact: Low |
|--------------------|--------------|----------------|-------------|
| Likelihood: High | Critical | High | Medium |
| Likelihood: Medium | High | Medium | Low |
| Likelihood: Low | Medium | Low | Low |

Impact - the technical, economic and reputation damage of a successful attack

Likelihood - the chance that a particular vulnerability gets discovered and exploited

Severity - the overall criticality of the risk

Findings Summary

| ID | Title | Severity |
|------------|---|---------------|
| [C- 01] | Wrong router is hardcoded and <u>transfer</u> will be bricked | Critical |
| [H- 01] | Lack of slippage control can lead to sandwich attacks | High |
| [H- 02] | Deadline check is not effective, allowing a transaction to be pending in the mempool for extended periods | High |
| [H- 03] | Wrong total supply amount leads to problems with the fees | High |
| [M- 01] | Use call() instead of transfer() when sending ETH | Medium |
| [M- 02] | Not capped array can grow too big and lead to out of gas error | Medium |
| [L- 01] | Avoid using the same name for variables | Low |
| [L- 02] | marketingWallet and devTaxWallet are hardcoded to EOA addresses | Low |
| [L- 03] | Use two-step ownership transfer approach | Low |
| [I- 01] | Redundant code | Informational |
| | | |

| ID | Title | Severity |
|------------|--|---------------|
| [l- 02] | Use the latest version of dependencies | Informational |
| [l- 03] | Repetitive require statements can be made into modifier | Informational |
| [I- 04] | Wrong revert message in includeInReward() | Informational |
| [I- 05] | Missing event emissions in state changing methods | Informational |
| [l- 06] | Prefer Solidity Custom Errors over require statements with strings | Informational |
| [I- 07] | Use newer Solidity version with a stable pragma statement | Informational |

Detailed Findings

[C-01] Wrong router is hardcoded and <u>transfer</u> will be bricked

Severity

Impact: High because a core function will be bricked

Likelihood: High because the router cannot be change because of the hardcoded address

Description

The IUniswapV2Router02 interface is implemented and two of it's functions are called during a transfer-swapExactTokensForETHSupportingFeeOnTransferTokens and addLiquidityETH. The problem is that the hardcoded address for the router is wrong:

```
IUniswapV2Router02 _uniswapV2Router =
IUniswapV2Router02(0xfCD3842f85ed87ba2889b4D35893403796e67FF1); //@audit -
this is the address of LeetSwapRouter on BASE
```

As the token is planned to be deployed on the BASE chain, the address for LeetSwapRouter is passed. This is problematic because the addLiquidityETH of LeetSwapRouter is different from UniswapV2Router:

function addLiquidityETH(
 address token,

```
uint256 amountTokenDesired,
    uint256 amountTokenMin,
    uint256 amountCANTOMin,
    address to,
    uint256 deadline
)
    external
    payable
    ensure(deadline)
    returns (
        uint256 amountToken,
        uint256 amountCANTO,
        uint256 liquidity
    )
{
    _startLiquidityManagement(token, address(wcanto));
    address pair = pairFor(token, address(wcanto));
    bool isStable = stablePairs[pair];
    (amountToken, amountCANTO) = _addLiquidity(
        token,
        address(wcanto),
        isStable,
        amountTokenDesired,
        msg.value,
        amountTokenMin,
        amountCANTOMin
    );
    _safeTransferFrom(token, msg.sender, pair, amountToken);
    wcanto.deposit{value: amountCANTO}();
    assert(wcanto.transfer(pair, amountCANTO));
    liquidity = ILeetSwapV2Pair(pair).mint(to);
    // refund dust eth, if any
    if (msg.value > amountCANTO) {
        _safeTransferETH(msg.sender, msg.value - amountCANTO);
    }
    _stopLiquidityManagement(token, address(wcanto));
}
function _safeTransferETH(address to, uint256 value) internal {
    (bool success, ) = to.call{value: value}(new bytes(0));
    if (!success) revert CantoTransferFailed();
}
```

As you can see from the code snippet above the function works with wrapped Canto while the wrapped ETH is expected for the UniswapV2Router. This will lead to bricking the transfer function unless wCanto is provided every it is called.

Recommendations

There are 2 possible solutions here:

- 1. Use the actual UniswapV2Router.
- 2. Use the LeetSwapRouter interface but refactoring of the code will be required.

[H-01] Lack of slippage control can lead to sandwich attacks

Severity

Impact: High, as this will lead to loss of funds for users

Likelihood: Medium, since MEV is very prominent, the chance of that happening is pretty high

Description

The amountOutMin parameter in swapExactTokensForETHSupportingFeeOnTransferTokens is hard coded to 0 in swapTokensForEth():

```
function swapTokensForEth(uint256 tokenAmount) private lockTheSwap {
   address[] memory path = new address[](2);
   path[0] = address(this);
   path[1] = uniswapV2Router.WETH();
   _approve(address(this), address(uniswapV2Router), tokenAmount);
   uniswapV2Router.swapExactTokensForETHSupportingFeeOnTransferTokens(
        tokenAmount,
        0,
        path,
        address(this),
        block.timestamp
    );
}
```

This basically allows for 100% slippage as the call agrees to receive 0 amount of ETH for the swap. This can be done through a sandwich attack. The same applies to the addLiquidity function:

```
function addLiquidity(uint256 tokenAmount, uint256 ethAmount) private {
    _approve(address(this), address(uniswapV2Router), tokenAmount);

    uniswapV2Router.addLiquidityETH{value: ethAmount}(address(this),
    tokenAmount, 0, 0, owner(), block.timestamp);
  }
```

This is a very easy target for MEV and bots to do a flash loan sandwich attack and can be done on every call if the trade transaction goes through a public mempool.

Recommendations

The best solution to this problem is to add an input parameter instead of hardcoding 0. The amountOutMin can be calculated off-chain and agreed upon by the user and can be passed to the call. This will protect the calls from sandwich attacks.

[H-02] Deadline check is not effective, allowing a transaction to be pending in the mempool for extended periods

Impact: High, because the transaction might be left hanging in the mempool and be executed way later than the user wanted at a possibly worse price

Likelihood: Medium, because there is a great chance that the user won't adjust the gas price to be lucrative for the validators to include its transaction fast

The deadline parameter in swapExactTokensForETHSupportingFeeOnTransferTokens() and addLiquidityETH() which are called in swapTokensForEth() and addLiquidity() is hard coded to block.timestamp.

Example in addLiquidity():

```
function addLiquidity(uint256 tokenAmount, uint256 ethAmount) private {
    _approve(address(this), address(uniswapV2Router), tokenAmount);

    uniswapV2Router.addLiquidityETH{value: ethAmount}(address(this),
    tokenAmount, 0, 0, owner(), block.timestamp); ///@audit here is the
    problem
    }
}
```

The addLiquidityETH() in UniswapV2Router02 contract:

```
function addLiquidityETH(
    address token,
    uint amountTokenDesired,
    uint amountETHMin,
    uint address to,
    uint deadline
    ) external virtual override payable ensure(deadline) returns (uint amountToken, uint amountETH, uint liquidity)
{
```

The deadline parameter enforces a time limit by which the transaction must be executed otherwise it will revert.

Lets take a look at a modifier which is present in the functions you are calling in UniswapV2Router02 contract:

```
modifier ensure(uint deadline) {
    require(deadline >= block.timestamp, 'UniswapV2Router: EXPIRED');
    _;
}
```

Now when the deadline is hardcoded as block.timestamp, the transaction will not revert because the require statement will always be fulfilled by block.timestamp == block.timestamp.

If a user chose a transaction fee that is too low for miners to be interested in including the transaction in a block, the transaction stays pending in the mempool for extended periods, which could be hours, days, weeks, or even longer.

This could lead to users getting a worse price, because a validator can just hold onto the transaction.

Recommendations

Protocols should let users who interact with AMMs set expiration deadlines. Without this, there's a risk of a serious loss of funds for anyone starting a swap, especially if there's no slippage parameter.

Use a user supplied deadline instead of block.timestamp.

[H-03] Wrong total supply amount leads to problems with the fees

Severity

Impact: Medium, as the fees will be miscalculated

Likelihood: High, as there are no mint or burn functions to regulate the total supply

Description

From the documentation and the tokenomics we can see that the total supply should be 10 billion tokens. However, the amount in the code is 100 million which is much less.

```
uint256 private _tTotal = 100_000_000 * 10 ** 9;
```

This leads to problems with the fess, the max amount transactions and all of the limitations of the project. For example, the <u>_maxTxAmount</u> is required to be more than 10 million:

```
function setMaxTxAmount(uint256 maxTxAmount) external only0wner {
   require(maxTxAmount > 10_000_000, "Max Tx Amount cannot be less than
10m");
   _maxTxAmount = maxTxAmount * 10 ** 9;
}
```

If the total supply is 100 million then that is 10% of the total supply at minimum. If a transaction with such amount actually happens this will have a huge impact on the price of the token and will lead to massive slippage.

Recommendations

Change the total supply to the correct amount.

```
- uint256 private _tTotal = 100_000_000 * 10 ** 9;
+ uint256 private _tTotal = 10_000_000_000 * 10 ** 9;
```

[M-01] Use call() instead of transfer() when sending ETH

Severity

Impact: Medium, because if the recipient is a smart contract or multisig the trx will fail

Likelihood: Medium, because there is a big chance that the recipient will be a smart contract or a specific multisig wallet that requires more than 2300 gas

Description

Couple of functions in the contract are using the transfer method to withdraw accumulated or wrongly sent ETH in the contract to marketingWallet, devTaxWallet. These addresses are possible to be a smart contract that have a receive or fallback function that takes up more than the 2300 gas which is the limit of transfer(). Examples are some smart contract wallets or multi-sig wallets, so usage of transfer is discouraged.

More

Recommendations

Use a call with value instead of transfer.

[M-02] Not capped array can grow too big and lead to out of gas error

Severity

Impact: High because the contract will be in state of DoS

Likelihood: Low because it required too many accounts to be excluded

Description

The _getCurrentSupply and includeInReward functions both loop over the _excluded array to find out if there are any excluded accounts. The problem is that the array is not capped and can push unlimited number of accounts to the array. If an account needs to be removed, a loop over the whole array is needed inside includeInReward to pop the account:

```
function includeInReward(address account) external onlyOwner {
    require(_isExcluded[account], "Account is already excluded");
    for (uint256 i = 0; i < _excluded.length; i++) { //@audit - this can
    run out of gas if _excluded array is too big
        if (_excluded[i] == account) {
            _excluded[i] = _excluded.length - 1];
            _towned[account] = 0;
            _isExcluded[account] = false;
            _excluded.pop();
        break;
    }
}</pre>
```

If at some point there are a lot of excluded accounts in the array, iterating over them will be very costly and can result in a gas cost that is over the block gas limit. This will leave the contract in a state of DoS because the _getCurrentSupply is called in most of the core functions.

Recommendations

Limit the number of accounts tha can be excluded. Also, consider to cache the array length outside of the for loop to make the call more gas efficient.

[L-01] Avoid using the same name for variables

There are functions which take input parameters with the same name as storage variables which can lead to collision:

```
function _approve(address owner, address spender, uint256 amount)
private {
    require(owner != address(0), "ERC20: approve from the zero address");
    require(spender != address(0), "ERC20: approve to the zero address");
    _allowances[owner][spender] = amount;
    emit Approval(owner, spender, amount);
}
```

The owner variable is shadowed in this case as well in the allowance method. Consider changing the input parameter name to _owner.

[L-02] marketingWallet and devTaxWallet are hardcoded to EOA addresses

The two wallets that have the privilege to collect taxes and stuck balance are EOA addresses. This brings a centralisation risk because they can spend the money outside of the interest of the users. Moreover, if any or both of those accounts are compromised there is no way to return those roles. Consider adding methods with onlyOwner modifier that can change the accounts or use multi-sig wallets.

[L-03] Use two-step ownership transfer approach

The owner role is crucial for the protocol as there are a lot of functions with the onlyOwner modifier. Make sure to use a two-step ownership transfer approach by using Ownable2Step from OpenZeppelin as opposed to Ownable as it gives you the security of not unintentionally sending the owner role to an address you do not control. Also, consider using onlyOwner modifier instead of using both onlyOwner and restricted modifiers because they are basically the same and using both only creates confusion.

[I-01] Redundant code

There is a lot of code that is not used anywhere which should be removed to make the code cleaner and more optimized:

```
interface IUniswapV2Pair {
    function DOMAIN_SEPARATOR() external view returns (bytes32);//@audit
not used
    function PERMIT_TYPEHASH() external pure returns (bytes32);//@audit
not used
    function nonces(address owner) external view returns (uint);//@audit
not used
    function permit(address owner, address spender, uint value, uint
deadline, uint8 v, bytes32 r, bytes32 s) external;//@audit not used
    event Mint(address indexed sender, uint amount0, uint amount1);
//@audit not used
    event Burn(address indexed sender, uint amount0, uint amount1, address
indexed to);//@audit not used
    event Sync(uint112 reserve0, uint112 reserve1);//@audit not used
    function MINIMUM_LIQUIDITY() external pure returns (uint);//@audit not
used
    function getReserves() external view returns (uint112 reserve0,
uint112 reserve1, uint32 blockTimestampLast);//@audit not used
    function priceOCumulativeLast() external view returns (uint);//@audit
not used
    function price1CumulativeLast() external view returns (uint);//@audit
not used
    function kLast() external view returns (uint);//@audit not used
    function mint(address to) external returns (uint liquidity);//@audit
```

```
not used
   function burn(address to) external returns (uint amount0, uint
amount1);//@audit not used
   function swap(uint amount00ut, uint amount10ut, address to, bytes
calldata data) external;//@audit not used
   function skim(address to) external;//@audit not used
   function sync() external;//@audit not used
   function initialize(address, address) external;//@audit not used
}
```

The 2 used functions from IUniswapV2Factory are createPair and setFeeTo. The rest can be removed.

The below functions from IUniswapV2Router01 are not used and can be removed:

```
function removeLiquidity
function removeLiquidityETH
function removeLiquidityWithPermit
removeLiquidityETHWithPermit
function swapExactTokensForTokens
function swapTokensForExactTokens
function swapExactETHForTokens
function swapTokensForExactETH
function swapExactTokensForETH
function swapETHForExactTokens
function quote
function getAmountOut
function getAmountIn
function getAmountsOut
function getAmountsIn
```

From IUniswapV2Router02 interface the only used function is swapExactTokensForETHSupportingFeeOnTransferTokens and the rest can be removed. The _msgData function is not used and can be removed. There is no need to use SafeMath when compiler is ^0.8.0 because it has built-in under/overflow checks. Also you are both using methods from SafeMath and the normal arithmetic operators such as *, /, etc. Use them instead of SafeMath functions. The Address

[I-02] Use the latest version of dependencies

library is not used anywhere and can be removed.

OpenZeppelin v4.7.0 Ownable library is used in the project while the latest available version is 4.9.0. Use the latest version to ensure the library is bug-free and optimized.

[I-03] Repetitive require statements can be made into modifier

The following require statement is used on 3 occasions within the contract:

```
require(_msgSender() == marketingWallet || _msgSender() == owner());
```

Turn it into modifier to make the code cleaner and more optimized

[I-04] Wrong revert message in includeInReward()

The error message is incorrect. Must be: Account is already included.

[I-05] Missing event emissions in state changing methods

It's a best practice to emit events on every state changing method for off-chain monitoring. The following methods are missing event emissions, which should be added:

- excludeFromFee()
- includeInFee()
- setMarketingWallet()
- setMaxTxAmount()
- setMaxWalletSize()
- setSwapThresholdAmount()
- addBotWallet()
- removeBotWallet()
- allowtrading()

[I-06] Prefer Solidity Custom Errors over require statements with strings

Using Solidity Custom Errors has the benefits of less gas spent in reverted transactions, better interoperability of the protocol as clients of it can catch the errors easily on-chain, as well as you can give descriptive names of the errors without having a bigger bytecode or transaction gas spending, which will result in a better UX as well. Consider replacing the require statements with custom errors.

[I-07] Use newer Solidity version with a stable pragma statement

Using a floating pragma ^0.8.9 statement is discouraged as code can compile to different bytecodes with different compiler versions. Use a stable pragma statement to get a deterministic bytecode. Consider using a stable 0.8.19 version to make sure it is up to date.