

# HEXNINJA AUDITS



Security Assessment

**MALGO Token**

October 14, 2022

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# Audit Summary

This report has been prepared for MALGO Token on the Binance Smart Chain network. CFGNINJA provides both client-centered and user-centered examination of the smart contracts and their current status when applicable. This report represents the security assessment made to find issues and vulnerabilities on the source code along with the current liquidity and token holder statistics of the protocol.

A comprehensive examination has been performed, utilizing Cross Referencing, Static Analysis, In-House Security Tools, and line-by-line Manual Review.

The auditing process pays special attention to the following considerations:

- Testing the smart contracts against both common and uncommon attack vectors.
- Inspecting liquidity and holders statistics to inform the current status to both users and client when applicable.
- Assessing the codebase to ensure compliance with current best practices and industry standards.
- Verifying contract functions that allow trusted and/or untrusted actors to mint, lock, pause, and transfer assets.



# Project Overview

## Token Summary

Parameter	Result
Address	0x62552c7eDEab1C4b0543D1b6043d9BBA1444bEE5
Name	MALGO
Token Tracker	MALGO (MGXG)
Decimals	18
Supply	35,000,000
Platform	Binance Smart Chain
compiler	v0.8.16+commit.07a7930e
Contract Name	MALGO
Optimization	Yes with 200 runs
LicenseType	MIT
Language	Solidity
Codebase	<a href="https://bscscan.com/address/0x62552c7eDEab1C4b0543D1b6043d9BBA1444bEE5#code">https://bscscan.com/address/0x62552c7eDEab1C4b0543D1b6043d9BBA1444bEE5#code</a>
Payment Tx	0xec97516ecca52d68c3f237fbb9844efa3d408261e08130ffeea6ff3b16f4bd76



# Project Overview

## Risk Analysis Summary

Parameter	Result
Buy Tax	0%
Sale Tax	0%
Is honeypot?	Clean
Can edit tax?	No
Is anti whale?	No
Is blacklisted?	No
Is whitelisted?	Yes
Holders	Clean
Security Score	98/100
Auditor Score	98/100
Confidence Level	Pass

The following quick summary has been added to the project overview, however there are more details about the audit and their results please read every details.



## Main Contract Assessed Contract Name

Name	Contract	Live
MALGO	0x62552c7eDEab1C4b0543D1b6043d9BBA1444bEE5	Yes

## TestNet Contract Assessed Contract Name

Name	Contract	Live
MALGO	0x3B27E44E5D26d5144c6c8C68927079988885216C	Yes

## Solidity Code Provided

SolID	File Sha-1	FileName
MALGO	371331829668264bddbc06bf6e7f02755567b631	MALGO.sol



# Mint Check

**The Project Onwers of MALGO has the ability to Mint New Tokens.**

**We Recommend the team to create a new contract without a Mint Function.**

Mint Notes:

Auditor Notes: A Mint Function was found during the code review

Project Owner Notes:





# Fees Check

**The Project Owners of MALGO does not have the ability to set fees higher than 25% .**

**Team May have fees defined, however they dont have the ability to set those fees higher than 25%.**

Tax Fee Notes:

Auditor Notes: Contract currently have 0% tax and cannot be modified

Project Owner Notes: .



Fees can be changed up to a maximum of 25%





# Blacklist Check

**The Project Owners of MALGO does not have a blacklist function their contract.**

**The Project allow owners to transfer their tokens without any restrictions.**

**Token owner cannot blacklist the contract: Malicious or compromised owners can trap contracts relying on tokens with a blacklist.**

Blacklist Notes:

Auditor Notes:

Project Owner Notes: .



# MaxTx Check

**The Project Onwers of MALGO does not has the ability to set max tx amount**

**The Team allow any investors to swap, transfer or sale their total amount if needed.**

MaxTX Notes:

Auditor Notes: '

Project Owner Notes:

**Project Has No MaxTX**



# Pause Trade Check

**The Project Owners of MALGO don't have the ability to stop or pause trading.**

**The Team has done a great job to avoid stop trading, and investors has the ability to trade at any given time without any problems**

Pause Trade Notes:

Auditor Notes: Not found a value to stop, however there is a start trade.

Project Owner Notes:



Owner can't pause trading



# Contract Ownership

The contract ownership of MALGO is not currently renounced. The ownership of the contract grants special powers to the protocol creators, making them the sole addresses that can call sensible ownable functions that may alter the state of the protocol.

The current owner is the address  
0xfc780d12f9f9eac233d6b468325f16cb1976150a  
which can be viewed from:  
[HERE](#)

The owner wallet has the power to call the functions displayed on the privileged functions chart below, if the owner wallet is compromised this privileges could be exploited.

We recommend the team to renounce ownership at the right timing if possible, or gradually migrate to a timelock with governing functionalities in respect of transparency and safety considerations.

We recommend the team to use a Multisignature Wallet if contract is not going to be renounced, this will give the ability to the team to have more control over the contract.



# Liquidity Ownership

The token does not have liquidity at the moment of the audit, block 22150925

If liquidity is unlocked, then the token developers can do what is infamously known as 'rugpull'. Once investors start buying token from the exchange, the liquidity pool will accumulate more and more coins of established value (e.g., ETH or BNB or Tether). This is because investors are basically sending these tokens of value to the exchange, to get the new token. Developers can withdraw this liquidity from the exchange, cash in all the value and run off with it. Liquidity is locked by renouncing the ownership of liquidity pool (LP) tokens for a fixed time period, by sending them to a time-lock smart contract. Without ownership of LP tokens, developers cannot get liquidity pool funds back. This provides confidence to the investors that the token developers will not run away with the liquidity money. It is now a standard practice that all token developers follow, and this is what really differentiates a scam coin from a real one.

[Read More](#)



# KYC Information

**The Project Owners of MALGO is not KYC. .**

**The owner wallet has the power to call the functions displayed on the privileged functions chart below, if the owner wallet is compromised this privileges could be exploited.**

**We recommend the team to renounce ownership at the right timing if possible, or gradually migrate to a timelock with governing functionalities in respect of transparency and safety considerations.**

KYC Information Notes:

Auditor Notes: Asked project owner about KYC, Project owner passed KYC with PinkSale.

Project Owner Notes:



# Smart Contract Vulnerability Checks

ID	Severity	Name	File	location
SWC-100	Pass	Function Default Visibility	MALGO.sol	L: 0 C: 0
SWC-101	Pass	Integer Overflow and Underflow.	MALGO.sol	L: 0 C: 0
SWC-102	Pass	Outdated Compiler Version file.	MALGO.sol	L: 0 C: 0
SWC-103	Low	A floating pragma is set.	MALGO.sol	L: 5 C: 0
SWC-104	Pass	Unchecked Call Return Value.	MALGO.sol	L: 0 C: 0
SWC-105	Pass	Unprotected Ether Withdrawal.	MALGO.sol	L: 0 C: 0
SWC-106	Pass	Unprotected SELFDESTRUCT Instruction	MALGO.sol	L: 0 C: 0
SWC-107	Pass	Read of persistent state following external call.	MALGO.sol	L: 0 C: 0
SWC-108	Pass	State variable visibility is not set..	MALGO.sol	L: 0 C: 0
SWC-109	Pass	Uninitialized Storage Pointer.	MALGO.sol	L: 0 C: 0
SWC-110	Pass	Assert Violation.	MALGO.sol	L: 0 C: 0
SWC-111	Pass	Use of Deprecated Solidity Functions.	MALGO.sol	L: 0 C: 0
SWC-112	Pass	Delegate Call to Untrusted Callee.	MALGO.sol	L: 0 C: 0





ID	Severity	Name	File	location
SWC-113	Pass	Multiple calls are executed in the same transaction.	MALGO.sol	L: 0 C: 0
SWC-114	Pass	Transaction Order Dependence.	MALGO.sol	L: 0 C: 0
SWC-115	Pass	Authorization through tx.origin.	MALGO.sol	L: 0 C: 0
SWC-116	Pass	A control flow decision is made based on The block.timestamp environment variable.	MALGO.sol	L: 0 C: 0
SWC-117	Pass	Signature Malleability.	MALGO.sol	L: 0 C: 0
SWC-118	Pass	Incorrect Constructor Name.	MALGO.sol	L: 0 C: 0
SWC-119	Pass	Shadowing State Variables.	MALGO.sol	L: 0 C: 0
SWC-120	Pass	Potential use of block.number as source of randomness.	MALGO.sol	L: 0 C: 0
SWC-121	Pass	Missing Protection against Signature Replay Attacks.	MALGO.sol	L: 0 C: 0
SWC-122	Pass	Lack of Proper Signature Verification.	MALGO.sol	L: 0 C: 0
SWC-123	Pass	Requirement Violation.	MALGO.sol	L: 0 C: 0
SWC-124	Pass	Write to Arbitrary Storage Location.	MALGO.sol	L: 0 C: 0
SWC-125	Pass	Incorrect Inheritance Order.	MALGO.sol	L: 0 C: 0
SWC-126	Pass	Insufficient Gas Griefing.	MALGO.sol	L: 0 C: 0
SWC-127	Pass	Arbitrary Jump with Function Type Variable.	MALGO.sol	L: 0 C: 0



ID	Severity	Name	File	location
SWC-128	Pass	DoS With Block Gas Limit.	MALGO.sol	L: 0 C: 0
SWC-129	Pass	Typographical Error.	MALGO.sol	L: 0 C: 0
SWC-130	Pass	Right-To-Left-Override control character (U +202E).	MALGO.sol	L: 0 C: 0
SWC-131	Pass	Presence of unused variables.	MALGO.sol	L: 0 C: 0
SWC-132	Pass	Unexpected Ether balance.	MALGO.sol	L: 0 C: 0
SWC-133	Pass	Hash Collisions with Multiple Variable Length Arguments.	MALGO.sol	L: 0 C: 0
SWC-134	Pass	Message call with hardcoded gas amount.	MALGO.sol	L: 0 C: 0
SWC-135	Pass	Code With No Effects (Irrelevant/Dead Code).	MALGO.sol	L: 0 C: 0
SWC-136	Pass	Unencrypted Private Data On-Chain.	MALGO.sol	L: 0 C: 0

We scan the contract for additional security issues using MYTHX and industry standard security scanning tool



# Smart Contract Vulnerability Details

## SWC-103 - Floating Pragma.

### CWE-664: Improper Control of a Resource Through its Lifetime.

#### References:

#### Description:

Contracts should be deployed with the same compiler version and flags that they have been tested with thoroughly. Locking the pragma helps to ensure that contracts do not accidentally get deployed using, for example, an outdated compiler version that might introduce bugs that affect the contract system negatively.

#### Remediation:

Lock the pragma version and also consider known bugs (<https://github.com/ethereum/solidity/releases>) for the compiler version that is chosen.

Pragma statements can be allowed to float when a contract is intended for consumption by other developers, as in the case with contracts in a library or EthPM package. Otherwise, the developer would need to manually update the pragma in order to compile locally.

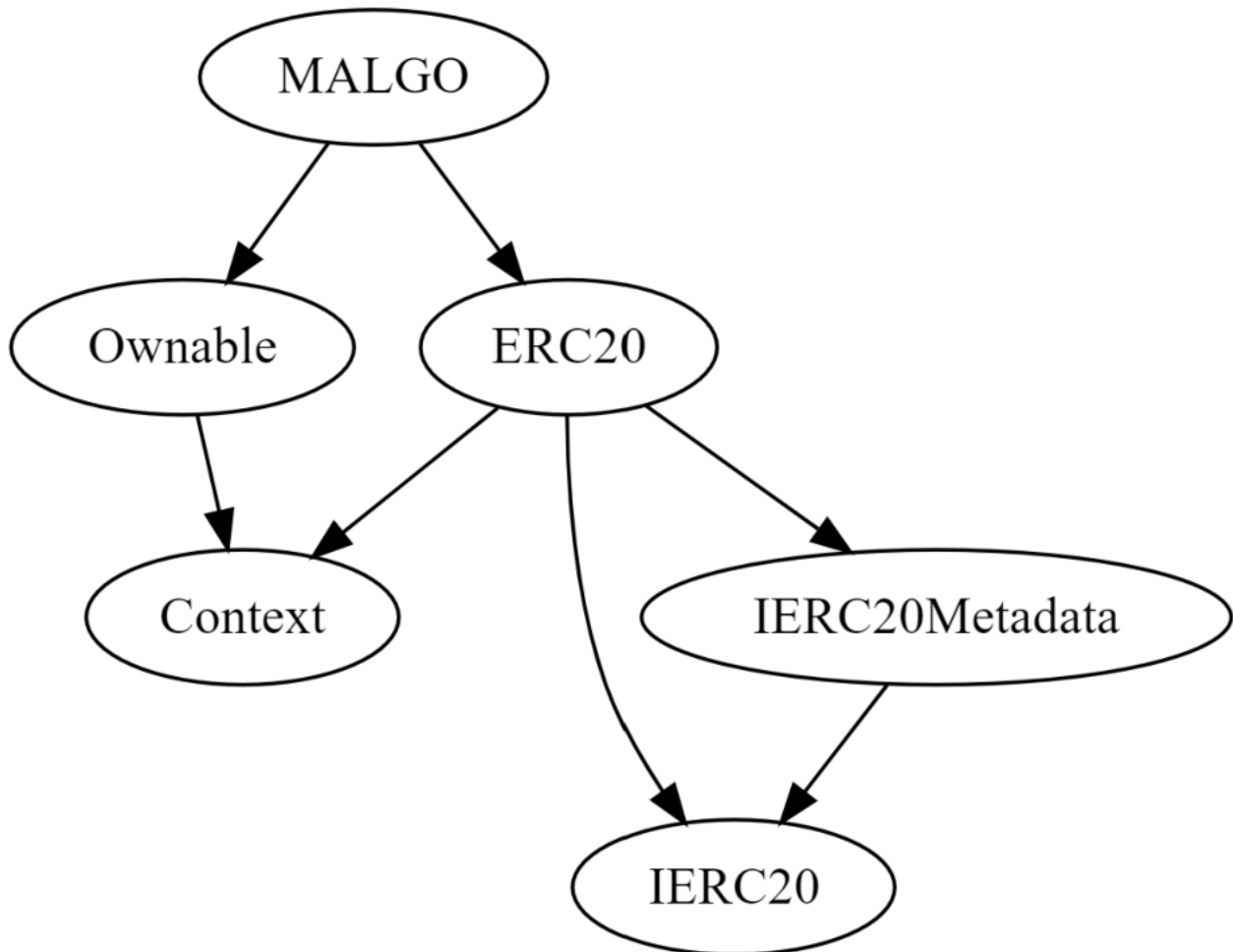
#### References:

Ethereum Smart Contract Best Practices - Lock pragmas to specific compiler version.



# Call Graph and Inheritance

The contract for MALGO has the following call graph structure



## Privileged Functions (onlyOwner)

Function Name	Parameters	Visibility
renounceOwnership		public
transferOwnership	account (address)	external
Burn		external
Mint		external



## Assessment Results

- Contract does not have taxes.
- Owner can't set max tx amount.
- Owner can't pause trading.
- No high-risk Exploits/Vulnerabilities Were Found in the Source Code.
- The project owner needs to add mint compliance to the smart contract.
- The current contract can mint without limit. This could put the project at risk.
- It's important to set boundaries and limits to what can be minted and the need to burn supply to avoid problems in the liquidity.



# Social Media Checks

Social Media	URL	Result
Twitter	<a href="https://twitter.com/malgofinance">https://twitter.com/malgofinance</a>	Pass
Instagram	<a href="https://www.instagram.com/malgofinance">https://www.instagram.com/malgofinance</a>	Pass
Website	<a href="https://malgo.finance">malgo.finance</a>	Pass
Telegram	<a href="https://t.me/malgofinance">https://t.me/malgofinance</a>	Pass

We recommend to have 3 or more social media sources including a completed working websites.

**Social Media Information Notes:**

**Auditor Notes:** undefined






**Project Owner Notes:** Projects owners do not have any other socials.










# Technical Findings Summary

## Classification of Risk



Severity	Description
 Critical	risks are those that impact the safe functioning of a platform and must be addressed before launch. Users should not invest in any project with outstanding critical risks.
 Major	risks can include centralization issues and logical errors. Under specific circumstances, these major risks can lead to loss of funds and/or control of the project.
 Medium	risks may not pose a direct risk to users' funds, but they can affect the overall functioning of a platform
 Minor	risks can be any of the above but on a smaller scale. They generally do not compromise the overall integrity of the project, but they may be less efficient than other solutions.
 Informational	errors are often recommendations to improve the style of the code or certain operations to fall within industry best practices. They usually do not affect the overall functioning of the code.

## Findings

Severity	Found	Pending	Resolved
 Critical	0	0	0
 Major	0	0	0
 Medium	0	0	0
 Minor	0	0	0
 Informational	0	0	0
Total	1	1	0



## MGXG-05 | Missing Event Emission.

Category	Severity	Location	Status
Volatile Code	 Major	MALGO.sol: 0,0	 Pending

### Description

Detected missing events for critical arithmetic parameters. There are functions that have no event emitted, so it is difficult to track off-chain changes. The linked code does not create an event for the transfer.

### Remediation

Emit an event for critical parameter changes. It is recommended emitting events for the sensitive functions that are controlled by centralization roles.



# Appendix

## Finding Categories

### Centralization / Privilege

Centralization / Privilege findings refer to either feature logic or implementation of components that act against the nature of decentralization, such as explicit ownership or specialized access roles in combination with a mechanism to relocate funds.

### Gas Optimization

Gas Optimization findings do not affect the functionality of the code but generate different, more optimal EVM opcodes resulting in a reduction on the total gas cost of a transaction.

### Logical Issue

Logical Issue findings detail a fault in the logic of the linked code, such as an incorrect notion on how block.timestamp works.

### Control Flow

Control Flow findings concern the access control imposed on functions, such as owner-only functions being invoke-able by anyone under certain circumstances.

### Volatile Code

Volatile Code findings refer to segments of code that behave unexpectedly on certain edge cases that may result in a vulnerability.

### Coding Style

Coding Style findings usually do not affect the generated byte-code but rather comment on how to make the codebase more legible and, as a result, easily maintainable.

### Inconsistency

Inconsistency findings refer to functions that should seemingly behave similarly yet contain different code, such as a constructor assignment imposing different requirements on the input variables than a setter function.

### Coding Best Practices

ERC 20 Coding Standards are a set of rules that each developer should follow to ensure the code meets a set of criteria and is readable by all the developers.



## Disclaimer

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