

SECURITY AUDIT REPORT

for

cBridge (Sui)

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PeckShield May 31, 2023

Document Properties

| Client | Celer Network | |
|----------------|-------------------------|--|
| Title | Security Audit Report | |
| Target | cBridge Sui | |
| Version | 1.0 | |
| Author | Daisy Cao | |
| Auditors | Daisy Cao, Xuxian Jiang | |
| Reviewed by | Xiaomi Huang | |
| Approved by | Xuxian Jiang | |
| Classification | Public | |

Version Info

| Version | Date | Author(s) | Description |
|---------|--------------|-----------|----------------------|
| 1.0 | May 31, 2023 | Daisy Cao | Final Release |
| 1.0-rc | May 31, 2022 | Daisy Cao | Release Candidate #1 |

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1 Introduction

Given the opportunity to review the design document and related smart contract source code of the Sui support in the cBridge protocol, we outline in the report our systematic approach to evaluate potential security issues in the smart contract implementation, expose possible semantic inconsistencies between smart contract code and design document, and provide additional suggestions or recommendations for improvement. Our results show that the given version of smart contracts can be further improved due to the presence of several issues related to either security or performance. This document outlines our audit results.

1.1 About cBridge

Celer cBridge introduces the cross-chain token bridging experience with deep liquidity for users, highly efficient and easy-to-use liquidity management for both cBridge node operators and liquidity providers who do not want to operate cBridge nodes, and developer-oriented features such as general message bridging for cases like cross-chain DEXs and NFTs. The audited cBridge Sui is the extension of cBridge in the Sui blockchain, and currently supports a canonical token bridge model. The basic information of audited contracts is as follows:

Item Description

Name Celer Network

Website https://www.celer.network/

Type Sui

Language Move

Audit Method Whitebox

Latest Audit Report May 31, 2023

Table 1.1: Basic Information of cBridge Sui

In the following, we show the Git repository of reviewed files and the commit hash value used in this audit.

https://github.com/celer-network/cbridge-sui.git (bee49365)

And here is the commit ID after all fixes for the issues found in the audit have been checked in:

https://github.com/celer-network/cbridge-sui.git (bee49365)

1.2 About PeckShield

PeckShield Inc. [7] is a leading blockchain security company with the goal of elevating the security, privacy, and usability of current blockchain ecosystems by offering top-notch, industry-leading services and products (including the service of smart contract auditing). We are reachable at Telegram (https://t.me/peckshield), Twitter (http://twitter.com/peckshield), or Email (contact@peckshield.com).

High Medium High Impact Medium High Medium Low Medium Low Low Low High Medium Low Likelihood

Table 1.2: Vulnerability Severity Classification

1.3 Methodology

To standardize the evaluation, we define the following terminology based on OWASP Risk Rating Methodology [6]:

- <u>Likelihood</u> represents how likely a particular vulnerability is to be uncovered and exploited in the wild;
- Impact measures the technical loss and business damage of a successful attack;
- Severity demonstrates the overall criticality of the risk.

Likelihood and impact are categorized into three ratings: *H*, *M* and *L*, i.e., *high*, *medium* and *low* respectively. Severity is determined by likelihood and impact, and can be accordingly classified into four categories, i.e., *Critical*, *High*, *Medium*, *Low* shown in Table 1.2.

Table 1.3: The Full List of Check Items

| Category | Check Item | | |
|-----------------------------|---|--|--|
| | Constructor Mismatch | | |
| | Ownership Takeover | | |
| | Redundant Fallback Function | | |
| | Overflows & Underflows | | |
| | Reentrancy | | |
| | Money-Giving Bug | | |
| | Blackhole | | |
| | Unauthorized Self-Destruct | | |
| Basic Coding Bugs | Revert DoS | | |
| Dasic Coung Dugs | Unchecked External Call | | |
| | Gasless Send | | |
| | Send Instead Of Transfer | | |
| | Costly Loop | | |
| | (Unsafe) Use Of Untrusted Libraries | | |
| | (Unsafe) Use Of Predictable Variables | | |
| | Transaction Ordering Dependence | | |
| | Deprecated Uses | | |
| Semantic Consistency Checks | Semantic Consistency Checks | | |
| | Business Logics Review | | |
| | Functionality Checks | | |
| | Authentication Management | | |
| | Access Control & Authorization | | |
| | Oracle Security | | |
| Advanced DeFi Scrutiny | Digital Asset Escrow | | |
| Advanced Berr Scrating | Kill-Switch Mechanism | | |
| | Operation Trails & Event Generation | | |
| | ERC20 Idiosyncrasies Handling | | |
| | Frontend-Contract Integration | | |
| | Deployment Consistency | | |
| | Holistic Risk Management | | |
| | Avoiding Use of Variadic Byte Array | | |
| | Using Fixed Compiler Version | | |
| Additional Recommendations | Making Visibility Level Explicit | | |
| | Making Type Inference Explicit | | |
| | Adhering To Function Declaration Strictly | | |
| | Following Other Best Practices | | |

To evaluate the risk, we go through a list of check items and each would be labeled with a severity category. For one check item, if our tool or analysis does not identify any issue, the contract is considered safe regarding the check item. For any discovered issue, we might further deploy contracts on our private testnet and run tests to confirm the findings. If necessary, we would additionally build a PoC to demonstrate the possibility of exploitation. The concrete list of check items is shown in Table 1.3.

In particular, we perform the audit according to the following procedure:

- Basic Coding Bugs: We first statically analyze given smart contracts with our proprietary static code analyzer for known coding bugs, and then manually verify (reject or confirm) all the issues found by our tool.
- <u>Semantic Consistency Checks</u>: We then manually check the logic of implemented smart contracts and compare with the description in the white paper.
- Advanced DeFi Scrutiny: We further review business logics, examine system operations, and place DeFi-related aspects under scrutiny to uncover possible pitfalls and/or bugs.
- Additional Recommendations: We also provide additional suggestions regarding the coding and development of smart contracts from the perspective of proven programming practices.

To better describe each issue we identified, we categorize the findings with Common Weakness Enumeration (CWE-699) [5], which is a community-developed list of software weakness types to better delineate and organize weaknesses around concepts frequently encountered in software development. Though some categories used in CWE-699 may not be relevant in smart contracts, we use the CWE categories in Table 1.4 to classify our findings. Moreover, in case there is an issue that may affect an active protocol that has been deployed, the public version of this report may omit such issue, but will be amended with full details right after the affected protocol is upgraded with respective fixes.

1.4 Disclaimer

Note that this security audit is not designed to replace functional tests required before any software release, and does not give any warranties on finding all possible security issues of the given smart contract(s) or blockchain software, i.e., the evaluation result does not guarantee the nonexistence of any further findings of security issues. As one audit-based assessment cannot be considered comprehensive, we always recommend proceeding with several independent audits and a public bug bounty program to ensure the security of smart contract(s). Last but not least, this security audit should not be used as investment advice.

Table 1.4: Common Weakness Enumeration (CWE) Classifications Used in This Audit

| Category | Summary | | |
|--------------------------------|---|--|--|
| Configuration | Weaknesses in this category are typically introduced during | | |
| | the configuration of the software. | | |
| Data Processing Issues | Weaknesses in this category are typically found in functional- | | |
| | ity that processes data. | | |
| Numeric Errors | Weaknesses in this category are related to improper calcula- | | |
| | tion or conversion of numbers. | | |
| Security Features | Weaknesses in this category are concerned with topics like | | |
| | authentication, access control, confidentiality, cryptography, | | |
| | and privilege management. (Software security is not security | | |
| | software.) | | |
| Time and State | Weaknesses in this category are related to the improper man- | | |
| | agement of time and state in an environment that supports | | |
| | simultaneous or near-simultaneous computation by multiple | | |
| Forman Canadiai ana | systems, processes, or threads. | | |
| Error Conditions, | Weaknesses in this category include weaknesses that occur if | | |
| Return Values, Status Codes | a function does not generate the correct return/status code, or if the application does not handle all possible return/status | | |
| Status Codes | codes that could be generated by a function. | | |
| Resource Management | Weaknesses in this category are related to improper manage- | | |
| Resource Management | ment of system resources. | | |
| Behavioral Issues | Weaknesses in this category are related to unexpected behav- | | |
| Deliavioral issues | iors from code that an application uses. | | |
| Business Logics | Weaknesses in this category identify some of the underlying | | |
| Dusiness Togics | problems that commonly allow attackers to manipulate the | | |
| | business logic of an application. Errors in business logic can | | |
| | be devastating to an entire application. | | |
| Initialization and Cleanup | Weaknesses in this category occur in behaviors that are used | | |
| | for initialization and breakdown. | | |
| Arguments and Parameters | Weaknesses in this category are related to improper use of | | |
| | arguments or parameters within function calls. | | |
| Expression Issues | Weaknesses in this category are related to incorrectly written | | |
| | expressions within code. | | |
| Coding Practices | Weaknesses in this category are related to coding practices | | |
| | that are deemed unsafe and increase the chances that an ex- | | |
| | ploitable vulnerability will be present in the application. They | | |
| | may not directly introduce a vulnerability, but indicate the | | |
| | product has not been carefully developed or maintained. | | |

2 | Findings

2.1 Summary

Here is a summary of our findings after analyzing the cBridge Sui implementations. During the first phase of our audit, we study the smart contract source code and run our in-house static code analyzer through the codebase. The purpose here is to statically identify known coding bugs, and then manually verify (reject or confirm) issues reported by our tool. We further manually review business logics, examine system operations, and place DeFi-related aspects under scrutiny to uncover possible pitfalls and/or bugs.

| Severity | # of Findings | |
|---------------|---------------|--|
| Critical | 0 | |
| High | 0 | |
| Medium | 1 | |
| Low | 1 | |
| Informational | 0 | |
| Total | 2 | |

We have so far identified a list of potential issues: some of them involve subtle corner cases that might not be previously thought of, while others refer to unusual interactions among multiple contracts. For each uncovered issue, we have therefore developed test cases for reasoning, reproduction, and/or verification. After further analysis and internal discussion, we determined a few issues of varying severities need to be brought up and paid more attention to, which are categorized in the above table. More information can be found in the next subsection, and the detailed discussions of each of them are in Section 3.

2.2 Key Findings

Overall, these smart contracts are well-designed and engineered, though the implementation can be improved by resolving the identified issues (shown in Table 2.1), including 1 medium-severity vulnerability, and 1 low-severity vulnerability.

Table 2.1: Key Audit Findings

| ID | Severity | Title | Category | Status |
|---------|----------|-------------------------------------|-------------------|-----------|
| PVE-001 | Low | Possible Locked Funds in rm_token() | Business Logic | Fixed |
| PVE-002 | Medium | Trust Issue of Admin Keys | Security Features | Confirmed |

Beside the identified issues, we emphasize that for any user-facing applications and services, it is always important to develop necessary risk-control mechanisms and make contingency plans, which may need to be exercised before the mainnet deployment. The risk-control mechanisms should kick in at the very moment when the contracts are being deployed on mainnet. Please refer to Section 3 for details.



3 Detailed Results

3.1 Possible Locked Funds in rm_token()

• ID: PVE-001

Severity: LowLikelihood: Low

• Impact: Medium

• Target: vault.move

• Category: Business Logic [4]

• CWE subcategory: CWE-837 [2]

Description

In the vault contract, the governor can add and remove certain token configurations. When adding a token, the protocol will create a corresponding pool. However, when removing a token, we notice that there are no checks or operations performed on the associated pool.

To elaborate, we show below the code snippet of the related $rm_{token}()$ function. If the pool still has funds, when re-adding the token configuration, a new pool share object is created. However, the contract does not provide a function to merge assets between two pools. As a result, assets may be locked within the pool.

```
public entry fun rm_token < CoinType > (admin_state: & AdminState, state: & mut VaultState
   , ctx: & mut TxContext) {
   let sender = tx_context::sender(ctx);
   assert!(is_governor(sender, admin_state), NOT_GOVERNOR);

   let coin_id = bridge::get_coin_id < CoinType > ();
   table::remove(& mut state.coin_map, coin_id);
```

Listing 3.1: vault::rm_token()

Recommendation Validate whether there are any funds remaining in the related pool before removing the token configuration.

Status This issue has been resolved as the team confirms that this is related to the protocol configuration and the pool share object can be added back.

3.2 Trust Issue of Admin Keys

ID: PVE-002

• Severity: Medium

• Likelihood: Low

• Impact: High

• Target: Multiple contracts

• Category: Security Features [3]

• CWE subcategory: CWE-287 [1]

Description

In cBridge Sui, there is a privileged account, i.e., admin. This account plays a critical role in governing and regulating the system-wide operations (e.g., add/remove governor, add/remove pauser, reset signers for cBridge, update delay_period, set epoch_length, etc.). Our analysis shows that this privileged account needs to be scrutinized. In the following, we use the admin_manager contract as an example and show the representative functions potentially affected by the privileges of the admin account.

```
37
       public entry fun add_governor(governor: address, _: &AdminCap, state: &mut
           AdminState) {
38
           assert!(table::contains(&state.governors, governor) == false, GOVERNOR_EXIST);
39
           table::add(&mut state.governors, governor, true);
40
41
       // must be called by address that owns GovernCap
42
       public entry fun rm_governor(governor: address, _: &AdminCap, state: &mut AdminState
43
           assert!(table::contains(&state.governors, governor) == true, GOVERNOR_NOT_EXIST)
44
           table::remove(&mut state.governors, governor);
45
```

Listing 3.2: admin_manager.move

We understand the need of the privileged functions for proper cBridge Sui operations, but at the same time the extra power to the admin may also be a counter-party risk to the cBridge Sui users. Therefore, we list this concern as an issue here from the audit perspective and highly recommend making these privileges explicit or raising necessary awareness among protocol users.

Recommendation Make the list of extra privileges granted to cBridge Sui explicit to cBridge Sui users.

Status This issue has been confirmed.

4 Conclusion

In this audit, we have analyzed the cBridge Sui design and implementation. The audited cBridge Sui is the extension of cBridge in Sui blockchain, which greatly enriches the Celer Network ecosystem. The current code base is well structured and neatly organized. Those identified issues are promptly confirmed and addressed.

Meanwhile, we need to emphasize that smart contracts as a whole are still in an early, but exciting stage of development. To improve this report, we greatly appreciate any constructive feedbacks or suggestions, on our methodology, audit findings, or potential gaps in scope/coverage.



References

- [1] MITRE. CWE-287: Improper Authentication. https://cwe.mitre.org/data/definitions/287.html.
- [2] MITRE. CWE-837: Improper Enforcement of a Single, Unique Action. https://cwe.mitre.org/data/definitions/837.html.
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