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# SMART CONTRACT

**Security Audit Report** 

Project: MainnetZ Chain

Website: <a href="https://mainnetz.io">https://mainnetz.io</a>

Platform: MainnetZ Chain

Language: Solidity

Date: January 3rd, 2023

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## Introduction

EtherAuthority was contracted by MainnetZ Chain to perform the Security audit of the MainnetZ Chain smart contracts code. The audit has been performed using manual analysis as well as using automated software tools. This report presents all the findings regarding the audit performed on January 3rd, 2023.

#### The purpose of this audit was to address the following:

- Ensure that all claimed functions exist and function correctly.
- Identify any security vulnerabilities that may be present in the smart contract.

# **Project Background**

- MainnetZ empowers the use and creation of decentralized applications (Dapps) and to not only be the leading edge communal blockchain, but to also focus on the revelations of developers releasing innovative projects with high potential.
- MainnetZ strives to become the origin of innovative Dapp technology, promotion, business, and manufacturing within the cryptocurrency sector.
- The audit scope consists of system smart contracts of the MainnetZ Chain. The system smart contracts contribute heavily to the consensus mechanism.
- The system smart contracts performs actions such as Create/Update Validators,
   Vote for Proposals, staking for validators, Bridge, etc.

# **Audit scope**

Name	Code Review and Security Analysis Report for MainnetZ Chain System Smart Contracts		
Platform	MainnetZ Chain / Solidity		
File 5	<u>Validators.sol</u>		
File 5 Github Commit	ACB6B049843D84049B3A0E7B9086BD9C		
File 3	<u>Proposal.sol</u>		
File 3 Github Commit	D41AF773FE41436CBCBF4F112DE6385D		
File 4	Punish.sol		
File 4 Github Commit	69BAE7AF30D60741D97B0F5C53B43A46		
File 1	Bridge.sol		
File 1 Github Commit	F08C4ABC74B1089F079FB2AD695EEA3A		
File 2	PeggedToken.sol		
File 2 Github Commit	045096375994504E5DD9296960D51ED7		
Audit Date	January 3rd, 2023		
Revised Audit Date	January 13th, 2023		

# **Claimed Smart Contract Features**

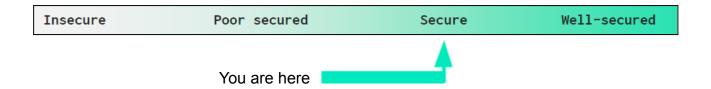
Claimed Feature Detail	Our Observation
File 1 Validators.sol  Validators' contracts can initialize and punish validators  It distributes block rewards to all active validators  Maximum Validators: 21  Minimal Staking Coin: 32 Coins  Minimum Validator Staking: 1 Million  Distribution Of Gas Fee Earned By Validator:  Staker: 45%  Validator: 5%  Burn: 10%  Smart contract creator: 40%  Burn Stop Amount: 100 Million  Extra Rewards Per Block: 1 Coin	YES, This is valid.
File 2 Proposal.sol  • Validators will vote to reactivate any inactive validator	YES, This is valid.
<ul> <li>File 3 Punish.sol</li> <li>The validator can be punished for misbehavior</li> <li>Validators can clean other validator's punish records while restake</li> </ul>	YES, This is valid.
File 4 Bridge.sol  Bridge is used for inter-blockchain assets exchange  Owner can update extra coins rewards  File 5 PeggedToken.sol  Name: ETH, BNB, Matic  Symbol: ETH, BNB, Matic  Decimal: 18  Total Supply: 10 Million  No max minting limit.	YES, This is valid.  Both Bridge and Pegged Tokens are Centralized solutions. Owner must handle them very securely.

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# **Audit Summary**

According to the standard audit assessment, Customer's solidity smart contracts are "Secured". Also, these contracts do contain owner control, which does not make them fully decentralized.



We used various tools like Slither, Solhint and Remix IDE. At the same time this finding is based on critical analysis of the manual audit.

All issues found during automated analysis were manually reviewed and applicable vulnerabilities are presented in the Audit overview section. General overview is presented in AS-IS section and all identified issues can be found in the Audit overview section.

We found 0 critical, 0 high, 0 medium and 0 low and some very low level issues. All the issues have been acknowledged in the contract code.

**Investors Advice:** Technical audit of the smart contract does not guarantee the ethical nature of the project. Any owner controlled functions should be executed by the owner with responsibility. All investors/users are advised to do their due diligence before investing in the project.

# **Technical Quick Stats**

Main Category	Subcategory	Result
Contract	Solidity version not specified	Passed
Programming	Solidity version too old	Passed
	Integer overflow/underflow	Passed
	Function input parameters lack of check	Passed
	Function input parameters check bypass	Passed
	Function access control lacks management	Passed
	Critical operation lacks event log	Moderated
	Human/contract checks bypass	Passed
	Random number generation/use vulnerability	N/A
	Fallback function misuse	Passed
	Race condition	Passed
	Logical vulnerability	Passed
	Features claimed	
	Other programming issues	
Code	Function visibility not explicitly declared	
Specification	Var. storage location not explicitly declared	Passed
	Use keywords/functions to be deprecated	Passed
	Unused code	Passed
Gas Optimization	"Out of Gas" Issue	Passed
	High consumption 'for/while' loop	Moderated
	High consumption 'storage' storage	Passed
	Assert() misuse	Passed
Business Risk	Business Risk The maximum limit for mintage not set	
	"Short Address" Attack	Passed
	"Double Spend" Attack	Passed

**Overall Audit Result: PASSED** 

**Code Quality** 

This audit scope has 5 smart contract files. Smart contracts contain Libraries, Smart

contracts, inherits and Interfaces. This is a compact and well written smart contract.

The libraries in MainnetZ Chain Protocol are part of its logical algorithm. A library is a

different type of smart contract that contains reusable code. Once deployed on the

blockchain (only once), it is assigned a specific address and its properties / methods can

be reused many times by other contracts in the MainnetZ Chain Protocol.

The MainnetZ Chain team has not provided unit test scripts, which would not help to

determine the integrity of the code in an automated way.

All code parts are not well commented on smart contracts.

**Documentation** 

We were given a MainnetZ Chain smart contract code in the form of a Github link. The

hash of that code is mentioned above in the table.

As mentioned above, code parts are not well commented. But the logic is straightforward.

So it is easy to quickly understand the programming flow as well as complex code logic.

Comments are very helpful in understanding the overall architecture of the protocol.

Another source of information was its website: <a href="https://mainnetz.io/">https://mainnetz.io/</a> which provided rich

information about the project architecture.

Use of Dependencies

As per our observation, the libraries are used in this smart contracts infrastructure that are

based on well known industry standard open source projects.

Apart from libraries, its functions are used in external smart contract calls.

# **AS-IS** overview

# Bridge.sol

#### **Functions**

SI.	Functions	Type	Observation	Conclusion
1	constructor	write	Passed	No Issue
2	onlyOwner	modifier	Passed	No Issue
3	onlySigner	modifier	Passed	No Issue
4	changeSigner	write	access only Owner	No Issue
5	transferOwnership	write	access only Owner	No Issue
6	acceptOwnership	write	Passed	No Issue
7	receive	external	Passed	No Issue
8	coinIn	external	Function input parameters lack of check	Refer Audit Findings
9	coinOut	external	Function input parameters lack of check	Refer Audit Findings
10	tokenIn	external	Function input parameters lack of check, Hard coded Values	Refer Audit Findings
11	tokenOut	external	Function input parameters lack of check	Refer Audit Findings
12	setExraCoinsRewards	external	Spelling mistake, Function input parameters lack of check	Refer Audit Findings

# PeggedToken.sol

## **Functions**

SI.	Functions	Type	Observation	Conclusion
1	constructor	write	Passed	No Issue
2	owner	read	Passed	No Issue
3	onlyOwner	modifier	Passed	No Issue
4	renounceOwnership	write	access only Owner	No Issue
5	transferOwnership	write	access only Owner	No Issue
6	_transferOwnership	internal	Passed	No Issue
7	getOwner	external	Passed	No Issue
8	decimals	external	Passed	No Issue
9	symbol	external	Passed	No Issue
10	name	external	Passed	No Issue
11	totalSupply	external	Passed	No Issue
12	balanceOf	external	Passed	No Issue

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13	transfer	external	Passed	No Issue
14	allowance	external	Passed	No Issue
15	approve	external	Passed	No Issue
16	transferFrom	external	Passed	No Issue
17	mint	write	Unlimited minting	Refer Audit Findings
18	burn	write	Passed	No Issue
19	_transfer	internal	Passed	No Issue
20	_mint	internal	Passed	No Issue
21	_burn	internal	Passed	No Issue
22	_approve	internal	Passed	No Issue

# **Proposal.sol**

## **Functions**

SI.	Functions	Type	Observation	Conclusion
1	constructor	write	Passed	No Issue
2	onlyMiner	modifier	Passed	No Issue
3	onlyNotInitialized	modifier	Passed	No Issue
4	onlyInitialized	modifier	Passed	No Issue
5	onlyPunishContract	modifier	Passed	No Issue
6	onlyBlockEpoch	modifier	Passed	No Issue
7	onlyValidatorsContract	modifier	Passed	No Issue
8	onlyProposalContract	modifier	Passed	No Issue
9	onlyValidator	modifier	Passed	No Issue
10	initialize	external	Critical operation	Refer Audit
			lacks event log,	Findings
			Infinite loops	
			possibility	
11	createProposal	external	Passed	No Issue
12	voteProposal	external	access only	No Issue
			Validator	
13	setUnpassed	external	access only	No Issue
			Validators Contract	

## **Punish.sol**

#### **Functions**

SI.	Functions	Type	Observation	Conclusion
1	constructor	write	Passed	No Issue
2	onlyMiner	modifier	Passed	No Issue
3	onlyNotInitialized	modifier	Passed	No Issue
4	onlyInitialized	modifier	Passed	No Issue
5	onlyPunishContract	modifier	Passed	No Issue
6	onlyBlockEpoch	modifier	Passed	No Issue
7	onlyValidatorsContract	modifier	Passed	No Issue

8	onlyProposalContract	modifier	Passed	No Issue
9	onlyNotPunished	modifier	Passed	No Issue
10	onlyNotDecreased	modifier	Passed	No Issue
11	initialize	external	Critical operation lacks event log	Refer Audit Findings
12	punish	external	access only Miner	No Issue
13	decreaseMissedBlocksCounter	external	Infinite loops possibility	Refer Audit Findings
14	cleanPunishRecord	external	access only Initialized	No Issue
15	getPunishValidatorsLen	read	Passed	No Issue
16	getPunishRecord	read	Passed	No Issue

# Validators.sol

#### **Functions**

SI.	Functions	Type	Observation	Conclusion
1	constructor	write	Passed	No Issue
2	onlyMiner	modifier	Passed	No Issue
3	onlyNotInitialized	modifier	Passed	No Issue
4	onlyInitialized	modifier	Passed	No Issue
5	onlyPunishContract	modifier	Passed	No Issue
6	onlyBlockEpoch	modifier	Passed	No Issue
7	onlyValidatorsContract	modifier	Passed	No Issue
8	onlyProposalContract	modifier	Passed	No Issue
9	onlyNotRewarded	modifier	Passed	No Issue
10	onlyNotUpdated	modifier	Passed	No Issue
11	receive	external	Passed	No Issue
12	setContractCreator	write	Critical operation	Refer Audit
			lacks event log	Findings
13	initialize	external	Critical operation	Refer Audit
			lacks event log,	Findings
			Infinite loops	
<u> </u>		.,	possibility	
14	stake	write	access only	No Issue
45			Initialized	No les
15	createOrEditValidator	external	access only Initialized	No Issue
16	try Popotiyo	external		No Issue
16	tryReactive	external	access only Proposal Contract	INO ISSUE
17	unstake	external	access only	No Issue
''	unstake	CALCITIAI	Initialized	140 13300
18	withdrawStakingReward	write	Passed	No Issue
19	withdrawStaking	external	Passed	No Issue
20	withdrawProfits	external	Passed	No Issue
21	distributeBlockReward	external	Passed	No Issue
22	updateActiveValidatorSet	write	access only Miner	No Issue
	apacto. tott o validator oot	*******	accord only millor	. 10 10000

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23	removeValidator	external	access only Punish	No Issue
			Contract	
24	removeValidatorIncoming	external	access only Punish	No Issue
			Contract	
25	getValidatorDescription	read	Passed	No Issue
26	getValidatorInfo	read	Passed	No Issue
27	getStakingInfo	read	Passed	No Issue
28	getActiveValidators	read	Passed	No Issue
29	getTotalStakeOfActiveValidators	read	Passed	No Issue
30	getTotalStakeOfActiveValidators	read	Passed	No Issue
	Except			
31	isActiveValidator	read	Passed	No Issue
32	isTopValidator	read	Passed	No Issue
33	getTopValidators	read	Passed	No Issue
34	validateDescription	write	Passed	No Issue
35	tryAddValidatorToHighestSet	internal	Passed	No Issue
36	tryRemoveValidatorIncoming	write	Passed	No Issue
37	addProfitsToActiveValidatorsBySt	write	Passed	No Issue
	akePercentExcept			
38	tryJailValidator	write	Passed	No Issue
39	tryRemoveValidatorInHighestSet	write	Passed	No Issue
40	viewStakeReward	read	Passed	No Issue

# **Severity Definitions**

Risk Level	Description
Critical	Critical vulnerabilities are usually straightforward to exploit and can lead to token loss etc.
High	High-level vulnerabilities are difficult to exploit; however, they also have significant impact on smart contract execution, e.g. public access to crucial
Medium	Medium-level vulnerabilities are important to fix; however, they can't lead to tokens loss
Low	Low-level vulnerabilities are mostly related to outdated, unused etc. code snippets, that can't have significant impact on execution
Lowest / Code Style / Best Practice	Lowest-level vulnerabilities, code style violations and info statements can't affect smart contract execution and can be ignored.

# **Audit Findings**

# **Critical Severity**

No critical severity vulnerabilities were found.

# **High Severity**

No high severity vulnerabilities were found.

#### Medium

No medium severity vulnerabilities were found.

#### Low

No low severity vulnerabilities were found.

## Very Low / Informational / Best practices:

(1) Spelling mistake:

Validators.sol

```
// stake at first time to this valiadtor
if (staked[staker][validator].coins == 0) {
```

Spelling mistakes in comments.

"valiadtor" word should be "validator."

#### **Bridge.sol**

```
function setExraCoinsRewards(uint256 _exraCoinRewards) external onlyOwner returns( string memory){
    exraCoinRewards = _exraCoinRewards;
    return "Extra coins rewards updated";
}
```

Spelling mistakes in function name and parameter.

"setExraCoinsRewards" should be "setExtraCoinsRewards".

"\_exraCoinRewards" should be "\_extraCoinRewards".

**Resolution**: Correct the spelling.

Status: This issue is Acknowledged by the MainnetZ team, as it does not impact any security or logical flow.

#### (2) Critical operation lacks event log:

Missing event log for:

#### Validators.sol

- initialize()
- setContractCreator()

#### **Proposal.sol**

• initialize()

#### Punish.sol

cleanPunishRecord()

**Resolution**: Please write an event log for listed events.

Status: This issue is Acknowledged by the MainnetZ team, as these smart contracts are being called from the blockchain and no events are needed.

#### (3) Infinite loops possibility:

#### Validators.sol

```
function initialize(address[] calldata vals) external onlyNotInitialized {
    punish = Punish(PunishContractAddr);

for (uint256 i = 0; i < vals.length; i++) {
    require(vals[i] != address(0), "Invalid validator address");
    lastRewardTime[vals[i]] = block.timestamp;</pre>
```

As array elements will increase, then it will cost more and more gas. And eventually, it will stop all the functionality. After several hundreds of transactions, all those functions depending on it will stop. We suggest avoiding loops. For example, use mapping to store the array index. And query that data directly, instead of looping through all the elements to find an element.

**Resolution**: Adjust logic to replace loops with mapping or other code structure.

Status: This issue is Acknowledged by the MainnetZ team, as validators are going to be no more than 21. So, it will never go above the limit.

(4) Function input parameters lack of check: Bridge.sol

Some functions require validation before execution.

Functions are:

- setExraCoinsRewards
- coinOut
- coinIn
- tokenOut
- tokenIn

**Resolution**: We suggest using validation like for numerical variables that should be greater than 0 and for address type check variables that are not address(0).

Status: This issue is Acknowledged in the contract code.

(5) Hard coded Values: Bridge.sol

```
function tokenIn(address tokenAddress, uint256 tokenAmount, uint256 chainID, address outputCurrenc
    orderID++;
    //fund will go to the owner
    if(tokenAddress == address(0xdAC17F958D2ee523a2206206994597C13D831ec7)){
        //There should be different interface for the USDT Ethereum contract
        usdtContract(tokenAddress).transferFrom(msg.sender, owner, tokenAmount);
    }else{
        ERC20Essential(tokenAddress).transferFrom(msg.sender, owner, tokenAmount);
}
```

Some variables are set as hard coded addresses.

**Resolution**: Deployer has to confirm before deploying the contract to production.

Status: This issue is Acknowledged by the MainnetZ team, as this address is USDT Ethereum, which is a constant and the code logic is specifically for that.

(6) Unlimited minting: PeggedToken.sol

Setting max minting for the tokens is good for tokenomics.

**Resolution**: Since this is an owner function, the owner must take care of minting with limitations. or even better, just add a max minting limit.

Status: This issue is Acknowledged by the MainnetZ team, as this is a centralized solution and the owner has the full ability to min or burn the tokens.

# Centralization

This smart contract has some functions which can be executed by the Admin (Owner) only. If the admin wallet private key would be compromised, then it would create trouble. Following are Admin functions:

- coinOut function in the Bridge contract: the signers can transfer coins out.
- tokenOut function in the Bridge contract: the signers can token out.
- setExraCoinsRewards in the Bridge: the owner can update extra coins rewards.
- mint function in PeggedToken contact: the owner can create `amount` tokens and assign them to `msg.sender`, increasing the total supply.

To make the smart contract 100% decentralized, we suggest renouncing ownership in the smart contract once its function is completed.

Conclusion

We were given a contract code in the form of a github link. And we have used all possible

tests based on given objects as files. We have not observed any major issue in the smart

contracts. All the issues have been acknowledged in the contract code. So smart

contracts are good to go for the mainnet deployment.

Since possible test cases can be unlimited for such smart contracts protocol, we provide

no such guarantee of future outcomes. We have used all the latest static tools and manual

observations to cover maximum possible test cases to scan everything.

Smart contracts within the scope were manually reviewed and analyzed with static

analysis tools. Smart Contract's high-level description of functionality was presented in the

As-is overview section of the report.

Audit report contains all found security vulnerabilities and other issues in the reviewed

code.

Security state of the reviewed contract, based on standard audit procedure scope, is

"Secure".

**Our Methodology** 

We like to work with a transparent process and make our reviews a collaborative effort.

The goals of our security audits are to improve the quality of systems we review and aim

for sufficient remediation to help protect users. The following is the methodology we use in

our security audit process.

Manual Code Review:

In manually reviewing all of the code, we look for any potential issues with code logic, error

handling, protocol and header parsing, cryptographic errors, and random number

generators. We also watch for areas where more defensive programming could reduce the

risk of future mistakes and speed up future audits. Although our primary focus is on the

in-scope code, we examine dependency code and behavior when it is relevant to a

particular line of investigation.

**Vulnerability Analysis:** 

Our audit techniques included manual code analysis, user interface interaction, and

whitebox penetration testing. We look at the project's web site to get a high level

understanding of what functionality the software under review provides. We then meet with

the developers to gain an appreciation of their vision of the software. We install and use

the relevant software, exploring the user interactions and roles. While we do this, we

brainstorm threat models and attack surfaces. We read design documentation, review

other audit results, search for similar projects, examine source code dependencies, skim

open issue tickets, and generally investigate details other than the implementation.

#### **Documenting Results:**

We follow a conservative, transparent process for analyzing potential security vulnerabilities and seeing them through successful remediation. Whenever a potential issue is discovered, we immediately create an Issue entry for it in this document, even though we have not yet verified the feasibility and impact of the issue. This process is conservative because we document our suspicions early even if they are later shown to not represent exploitable vulnerabilities. We generally follow a process of first documenting the suspicion with unresolved questions, then confirming the issue through code analysis, live experimentation, or automated tests. Code analysis is the most tentative, and we strive to provide test code, log captures, or screenshots demonstrating our confirmation. After this we analyze the feasibility of an attack in a live system.

#### Suggested Solutions:

We search for immediate mitigations that live deployments can take, and finally we suggest the requirements for remediation engineering for future releases. The mitigation and remediation recommendations should be scrutinized by the developers and deployment engineers, and successful mitigation and remediation is an ongoing collaborative process after we deliver our report, and before the details are made public.

## **Disclaimers**

## **EtherAuthority.io Disclaimer**

EtherAuthority team has analyzed this smart contract in accordance with the best industry practices at the date of this report, in relation to: cybersecurity vulnerabilities and issues in smart contract source code, the details of which are disclosed in this report, (Source Code); the Source Code compilation, deployment and functionality (performing the intended functions).

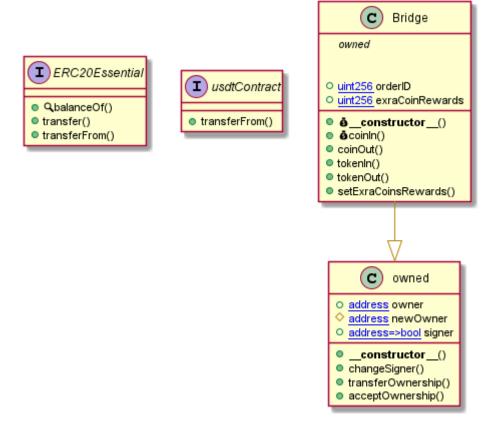
Due to the fact that the total number of test cases are unlimited, the audit makes no statements or warranties on security of the code. It also cannot be considered as a sufficient assessment regarding the utility and safety of the code, bugfree status or any other statements of the contract. While we have done our best in conducting the analysis and producing this report, it is important to note that you should not rely on this report only. We also suggest conducting a bug bounty program to confirm the high level of security of this smart contract.

#### **Technical Disclaimer**

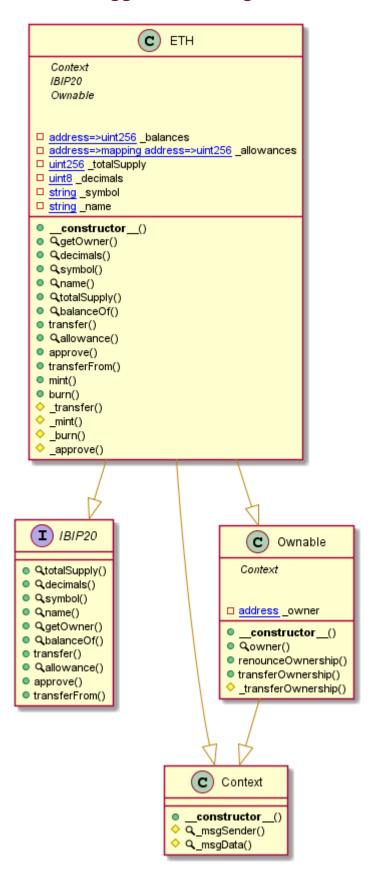
Smart contracts are deployed and executed on the blockchain platform. The platform, its programming language, and other software related to the smart contract can have their own vulnerabilities that can lead to hacks. Thus, the audit can't guarantee explicit security of the audited smart contracts.

# **Appendix**

# Code Flow Diagram - MainnetZ Chain Protocol Bridge Diagram



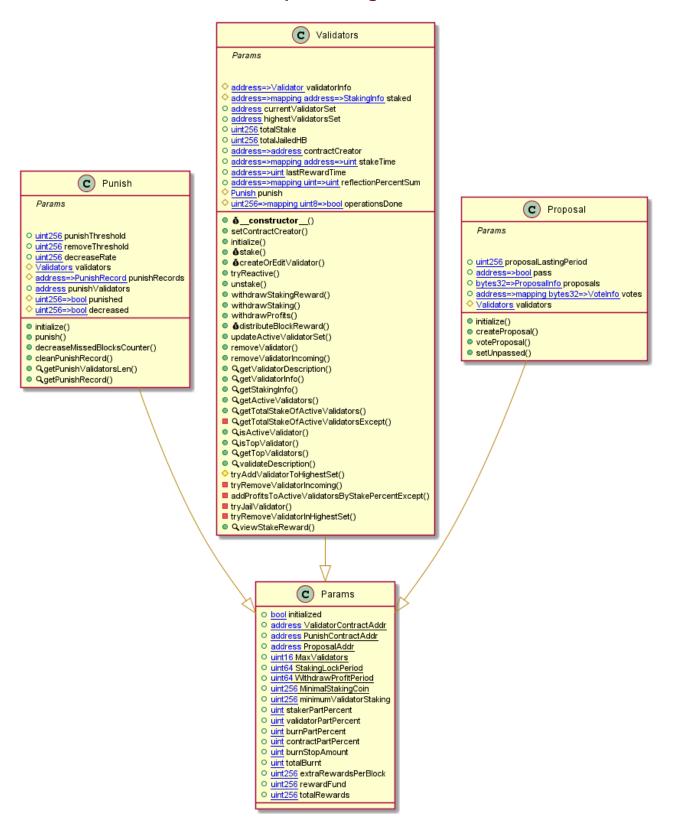
# PeggedToken Diagram



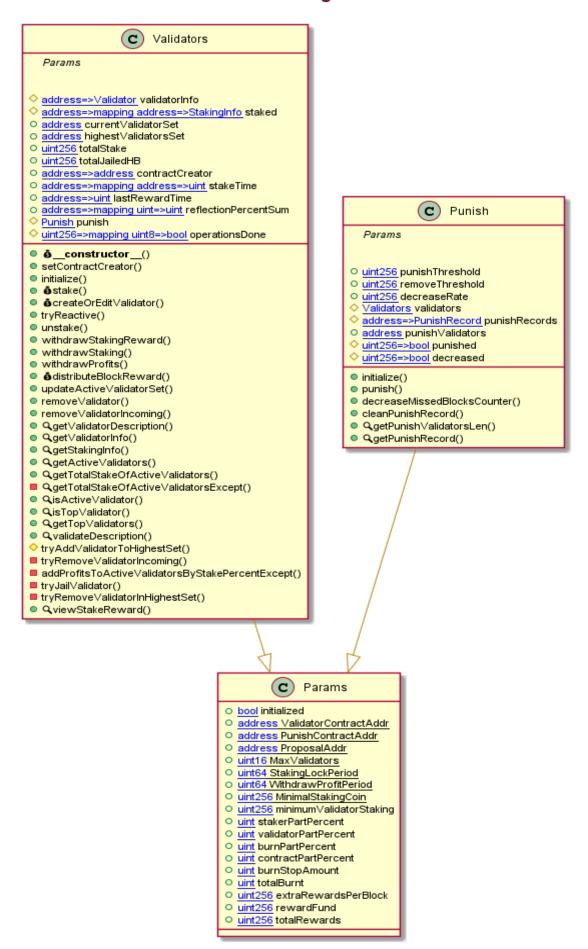
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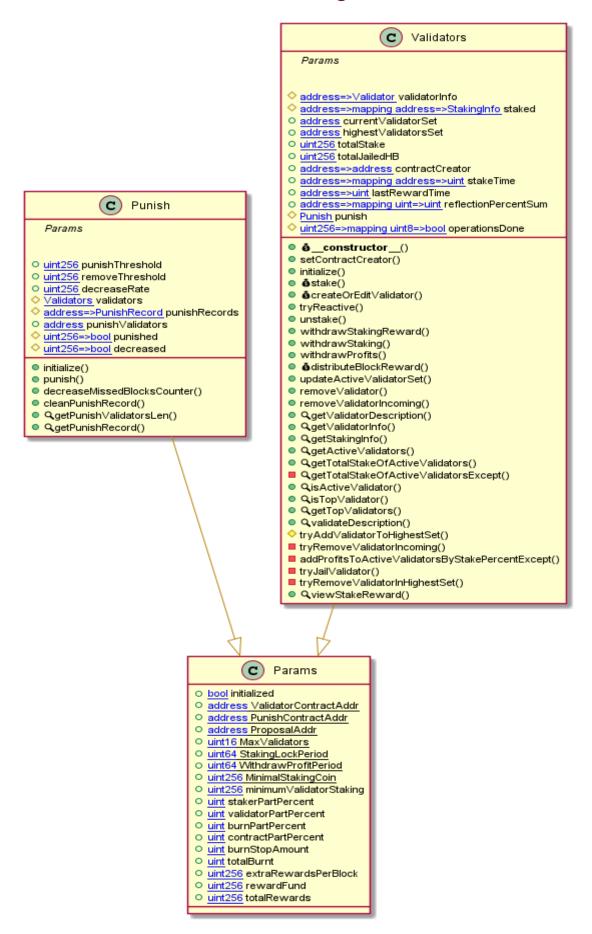
#### **Proposal Diagram**



### **Punish Diagram**



#### Validators Diagram



# **Slither Results Log**

#### Slither Log >> Bridge.sol

```
INFO:Detectors:
Bridge.setExraCoinsRewards(uint256) (Bridge.sol#137-140) should emit an event for:
 - exraCoinRewards = _exraCoinRewards (Bridge.sol#138)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#missing-events-arithmetic
 INFO:Detectors:
INFO:Detectors:
 - ERCZ0ESSenttat(tokenAddress).transfer(user,tokenAmmount) (bridge.sst#120)
External calls sending eth:
- address(user).transfer(exraCoinRewards) (Bridge.sol#129)
Event emitted after the call(s):
- TokenOut(_orderID,tokenAddress,user,tokenAmount,chainID) (Bridge.sol#131)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#reentrancy-vulnerabilities-3
  Pragma version0.8.4 (Bridge.sol#2) necessitates a version too recent to be trusted. Consider deploying with 0.6.12/0.7.6 solc-0.8.4 is not recommended for deployment Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#incorrect-versions-of-solidity
 INFO:Detectors:
Contract usdtContract (Bridge.sol#15-18) is not in CapWords
Contract owned (Bridge.sol#21-63) is not in CapWords
Parameter owned.changeSigner(address,bool)._signer (Bridge.sol#47) is not in mixedCase
Parameter owned.changeSigner(address,bool)._status (Bridge.sol#47) is not in mixedCase
Parameter owned.transferOwnership(address)._newOwner (Bridge.sol#47) is not in mixedCase
Parameter Bridge.coinOut(address,uint256,uint256)._orderID (Bridge.sol#101) is not in mixedCase
Parameter Bridge.tokenOut(address,address,uint256,uint256,uint256)._orderID (Bridge.sol#124) is not in mixedCase
Parameter Bridge.setExraCoinsRewards(uint256)._exraCoinRewards (Bridge.sol#137) is not in mixedCase
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#conformance-to-solidity-naming-conventions
INFO:Detectors:
  INFO:Detectors:
    Reentrancy in Bridge.coinIn(address) (Bridge.sol#94-99):
External calls:
 External calls:
- address(owner).transfer(msg.value) (Bridge.sol#96)
Event emitted after the call(s):
- CoinIn(orderID,msg.sender,msg.value,outputCurrency) (Bridge.sol#97)
Reentrancy in Bridge.coinOut(address,uint256,uint256) (Bridge.sol#101-107):
External calls:
- address(user).transfer(amount) (Bridge.sol#103)
Event emitted after the call(s):
- CoinOut(_orderID,user_amount) (Bridge.sol#104)
Reentrancy in Bridge.tokenOut(address,address,uint256,uint256,uint256) (Bridge.sol#124-134):
External calls:
- address(user).transfer(exraCoinRewards) (Bridge.sol#129)
  External calls:
- address(user).transfer(exraCoinRewards) (Bridge.sol#129)
Event emitted after the call(s):
- TokenOut(_orderID,tokenAddress,user,tokenAmount,chainID) (Bridge.sol#131)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#reentrancy-vulnerabilities-4
INFO:Detectors:
changeSigner(address,bool) should be declared external:
- owned.changeSigner(address,bool) (Bridge.sol#47-50)
transferOwnership(address) should be declared external:
- owned.transferOwnership(address) (Bridge.sol#52-54)
acceptOwnership() should be declared external:
- owned.acceptOwnership() (Bridge.sol#57-62)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#public-function-that-could-be-declared-external
INFO:Slither:Bridge.sol analyzed (4 contracts with 75 detectors), 27 result(s) found
INFO:Slither:Use https://crytic.io/ to get access to additional detectors and Github integration
```

#### Slither Log >> PeggedToken.sol

```
INFO:Detectors:

ETH.allowance(address,address).owner (PeggedToken.sol#285) shadows:

- Ownable.owner() (PeggedToken.sol#164-166) (function)

ETH._approve(address,address,uint256).owner (PeggedToken.sol#413) shadows:

- Ownable.owner() (PeggedToken.sol#164-166) (function)

Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#local-variable-shadowing

INFO:Detectors:
Context._msgData() (PeggedToken.sol#114-117) is never used and should be removed

Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#dead-code

INFO:Detectors:
Pragma version0.8.4 (PeggedToken.sol#2) necessitates a version too recent to be trusted. Consider deploying with 0.6.12/0.7.6 solc-0.8.4 is not recommended for deployment

Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#incorrect-versions-of-solidity

INFO:Detectors:
Redundant expression "this (PeggedToken.sol#115)" inContext (PeggedToken.sol#105-118)

Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#redundant-statements
```

#### Slither Log >> Proposal.sol

```
INFO:Detectors:
Validators.withdrawStaking(address).staker (Proposal.sol#594) lacks a zero-check on :
- staker.transfer(staking) (Proposal.sol#613)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#missing-zero-address-validation
 NRO: Trips://github.com/crytes/sitem/
INFO:Detectors:
Validators.distributeBlockReward(address[],uint64[]) (Proposal.sol#660-728) has external calls inside a loop: address(contractC
reator[_to[i]]).transfer(amt) (Proposal.sol#695)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation/#calls-inside-a-loop
  Reentrancy in Punish.punish(address) (Proposal.sol#119-144):
External calls:
- validators.removeValidator(val) (Proposal.sol#134)
  - Validators.removeValidator(val) (Proposal;80(#134)
- validators.removeValidatorIncoming(val) (Proposal.sol#140)
Event emitted after the call(s):
- LogPunishValidator(val,block.timestamp) (Proposal.sol#143)
Reentrancy in Validators.tryReactive(address) (Proposal.sol#494-516):
  External calls:

External calls:

- require(bool,string)(punish.cleanPunishRecord(validator),clean failed) (Proposal.sol#509)

Event emitted after the call(s):

- LogReactive(validator,block.timestamp) (Proposal.sol#513)

Reentrancy in Proposal.voteProposal(bytes32,bool) (Proposal.sol#1187-1242):

External calls:
 external catts:
- validators.tryReactive(proposals[id].dst) (Proposal.sol#1227)
Event emitted after the call(s):
- LogPassProposal(id,proposals[id].dst,block.timestamp) (Proposal.sol#1228)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#reentrancy-vulnerabilities-3
  Proposal.createProposal(address,string) (Proposal.sol#1163-1185) uses timestamp for comparisons
 Dangerous comparisons:

- require(bool,string)(proposals[id].createTime == 0,Proposal already exists) (Proposal.sol#1174)

Proposal.voteProposal(bytes32,bool) (Proposal.sol#1187-1242) uses timestamp for comparisons
 Dangerous comparisons:
- require(bool,string)(proposals[id].createTime != 0,Proposal not exist) (Proposal.sol#1192)
- require(bool,string)(block.timestamp < proposals[id].createTime + proposalLastingPeriod,Proposal expired) (Proposal.s
ol#1197-1200)
  - proposals[id].reject >= validators.getActiveValidators().length / 2 + 1 (Proposal.sol#1234-1235)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#block-timestamp
 INFO:Detectors:
  require(bool,string)(operationsDone[block.number][uint8(Operations.Distribute)] == false,Block is already rewarded) (Proposal.sol#342-345)
 INFO:Detectors:
Pragma version0.8.4 (Proposal.sol#2) necessitates a version too recent to be trusted. Consider deploying with 0.6.12/0.7.6 solc-0.8.4 is not recommended for deployment
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#incorrect-versions-of-solidity
Validators.viewStakeReward(address,address) (Proposal.sol#1070-1080) uses literals with too many digits:
- stakingInfo.coins * validPercent / 10000000000000000000 (Proposal.sol#1076)

Validators.slitherConstructorVariables() (Proposal.sol#211-1082) uses literals with too many digits:
- minimumValidatorStaking = 10000000000000000000000 (Proposal.sol#23)

Validators.slitherConstructorVariables() (Proposal.sol#211-1082) uses literals with too many digits:
- burnStopAmount = 1000000000000000000000000 (Proposal.sol#31)
```

#### Slither Log >> Punish.sol

```
INFO:Detectors:
Validators.distributeBlockReward(address[],uint64[]) (Punish.sol#529-597) has external calls inside a loop: address(contractCre ator[_to[i]]).transfer(amt) (Punish.sol#564)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation/#calls-inside-a-loop
 INFO:Detectors:
Reentrancy in Validators. Hykeatite(address) ( an External calls:
- require(bool,string)(punish.cleanPunishRecord(validator),clean failed) (Punish.sol#378)
Event emitted after the call(s):
- LogReactive(validator,block.timestamp) (Punish.sol#382)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#reentrancy-vulnerabilities-3
 Thiological Street No. (Punish.sol#210-216) compares to a boolean constant:
-require(bool,string)(operationsDone[block.number][uint8(Operations.Distribute)] == false,Block is already rewarded) (P
 unish.sol#211-214)
Validators.onlyNotUpdated() (Punish.sol#218-225) compares to a boolean constant:
-require(bool,string)(operationsDone[block.number][uint8(Operations.UpdateValidators)] == false,Validators already upda
ted) (Punish.sol#219-223)
Pragma version0.8.4 (Punish.sol#2) necessitates a version too recent to be trusted. Consider deploying with 0.6.12/0.7.6 solc-0.8.4 is not recommended for deployment Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#incorrect-versions-of-solidity
INFO:Detectors:
 Validators.viewStakeReward(address,address) (Punish.sol#939-949) uses literals with too many digits:
- stakingInfo.coins * validPercent / 10000000000000000000 (Punish.sol#945)
Validators.slitherConstructorVariables() (Punish.sol#80-951) uses literals with too many digits:
- minimumValidatorStaking = 100000000000000000000000 (Punish.sol#23)
Validators.slitherConstructorVariables() (Punish.sol#80-951) uses literals with too many digits:
- burnStopAmount = 10000000000000000000000000 (Punish.sol#31)
```

#### Slither Log >> Validators.sol

```
INFO:Detectors:
Params.burnPartPercent (Validators.sol#29) should be constant
Params.burnStopAmount (Validators.sol#31) should be constant
Params.contractPartPercent (Validators.sol#30) should be constant
Params.extraRewardsPerBlock (Validators.sol#33) should be constant
Params.minimumValidatorStaking (Validators.sol#23) should be constant
Params.stakerPartPercent (Validators.sol#27) should be constant
Params.validatorPartPercent (Validators.sol#27) should be constant
Params.validatorPartPercent (Validators.sol#28) should be constant
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#state-variables-that-could-be-declared-constant
INFO:Detectors:
Paraman.National Activation Activ
```

# **Solidity Static Analysis**

#### Bridge.sol

## Security

#### Check-effects-interaction:

Potential violation of Checks-Effects-Interaction pattern in Bridge.coinIn(address): Could potentially lead to re-entrancy vulnerability. Note: Modifiers are currently not considered by this static analysis.

more

Pos: 99:4:

#### Check-effects-interaction:

Potential violation of Checks-Effects-Interaction pattern in Bridge.tokenOut(address,address,uint256,uint256,uint256): Could potentially lead to re-entrancy vulnerability. Note: Modifiers are currently not considered by this static analysis.

<u>more</u>

Pos: 129:4:

# Gas & Economy

#### Gas costs:

Gas requirement of function Bridge.coinOut is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)

Pos: 106:4:

#### Gas costs:

Gas requirement of function Bridge.setExraCoinsRewards is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)

Pos: 142:4:

Email: audit@EtherAuthority.io

#### PeggedToken.sol

#### Gas & Economy

#### Gas costs:

Gas requirement of function ETH.symbol is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)

Pos: 244:2:

#### Gas costs:

Gas requirement of function ETH.mint is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)

Pos: 328:2:

#### Gas costs:

Gas requirement of function ETH.burn is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)

Pos: 336:2:

#### **ERC**

#### **ERC20:**

ERC20 contract's "decimals" function should have "uint8" as return type

more

Pos: 13:2:

#### **ERC20:**

ERC20 contract's "decimals" function should have "uint8" as return type

<u>more</u>

Pos: 237:2:

#### Proposal.sol

## Security

## Transaction origin:

Use of tx.origin: "tx.origin" is useful only in very exceptional cases. If you use it for authentication, you usually want to replace it by "msg.sender", because otherwise any contract you call can act on your behalf.

more

Pos: 366:37:

## Block timestamp:

Use of "block.timestamp": "block.timestamp" can be influenced by miners to a certain degree. That means that a miner can "choose" the block.timestamp, to a certain degree, to change the outcome of a transaction in the mined block.

<u>more</u>

Pos: 1252:33:

#### Gas costs:

Gas requirement of function Punish.decreaseMissedBlocksCounter is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)

Pos: 146:4:

#### Gas costs:

Gas requirement of function Validators.isTopValidator is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)

Pos: 866:4:

#### Punish.sol

## Security

# Transaction origin:

Use of tx.origin: "tx.origin" is useful only in very exceptional cases. If you use it for authentication, you usually want to replace it by "msg.sender", because otherwise any contract you call can act on your behalf.

more

Pos: 235:37:

#### Block timestamp:

Use of "block.timestamp": "block.timestamp" can be influenced by miners to a certain degree. That means that a miner can "choose" the block.timestamp, to a certain degree, to change the outcome of a transaction in the mined block. more

Pos: 1018:37:

## Gas & Economy

#### Gas costs:

Gas requirement of function Validators.initialize is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)

Pos: 239:4:

#### Gas costs:

Gas requirement of function Validators.distributeBlockReward is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)

Pos: 529:4:

#### Validators.sol

#### Security

# Transaction origin:

Use of tx.origin: "tx.origin" is useful only in very exceptional cases. If you use it for authentication, you usually want to replace it by "msg.sender", because otherwise any contract you call can act on your behalf.

more

Pos: 366:37:

#### Gas costs:

Gas requirement of function Punish.decreaseMissedBlocksCounter is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)
Pos: 146:4:

#### Gas costs:

Gas requirement of function Validators.distributeBlockReward is infinite: If the gas requirement of a function is higher than the block gas limit, it cannot be executed. Please avoid loops in your functions or actions that modify large areas of storage (this includes clearing or copying arrays in storage)
Pos: 660:4:

#### Data truncated:

Division of integer values yields an integer value again. That means e.g. 10 / 100 = 0 instead of 0.1 since the result is an integer again. This does not hold for division of (only) literal values since those yield rational constants.

Pos: 1076:19:

#### **Solhint Linter**

#### Bridge.sol

```
Bridge.sol:2:1: Error: Compiler version 0.8.17 does not satisfy the r semver requirement
Bridge.sol:15:1: Error: Contract name must be in CamelCase
Bridge.sol:26:1: Error: Contract name must be in CamelCase
Bridge.sol:35:5: Error: Explicitly mark visibility in function (Set ignoreConstructors to true if using solidity >=0.7.0)
Bridge.sol:47:37: Error: Use double quotes for string literals
Bridge.sol:95:33: Error: Code contains empty blocks
```

#### PeggedToken.sol

```
PeggedToken.sol:2:1: Error: Compiler version 0.8.17 does not satisfy the r semver requirement
PeggedToken.sol:108:3: Error: Explicitly mark visibility in function
(Set ignoreConstructors to true if using solidity >=0.7.0)
PeggedToken.sol:108:19: Error: Code contains empty blocks
PeggedToken.sol:155:3: Error: Explicitly mark visibility in function
(Set ignoreConstructors to true if using solidity >=0.7.0)
PeggedToken.sol:217:3: Error: Explicitly mark visibility in function
(Set ignoreConstructors to true if using solidity >=0.7.0)
```

#### Proposal.sol

```
Proposal.sol:2:1: Error: Compiler version 0.8.17 does not satisfy the r semver requirement Error: Constant name must be in capitalized SNAKE_CASE
Proposal.sol:13:25: Error: Constant name must be in capitalized SNAKE_CASE
Proposal.sol:89:5: Error: Explicitly mark visibility of state
Proposal.sol:143:38: Error: Avoid to make time-based decisions in your business logic roposal.sol:366:38: Error: Avoid to use tx.origin
Proposal.sol:375:39: Error: Avoid making time-based decisions in your Proposal.sol:709:13: Error: Possible reentrancy vulnerabilities.
Avoid state changes after transfer.
Proposal.sol:727:60: Error: Avoid to make time-based decisions in your business logic
Proposal.sol:11120:5: Error: Explicitly mark visibility of state
Proposal.sol:1171:56: Error: Avoid to make time-based decisions in your business logic
```

#### Punish.sol

```
Punish.sol:2:1: Error: Compiler version 0.8.17 does not satisfy the r
semver requirement
Punish.sol:9:25: Error: Constant name must be in capitalized
Punish.sol:21:29: Error: Constant name must be in capitalized
SNAKE CASE
Punish.sol:208:5: Error: Event name must be in CamelCase
Punish.sol:244:39: Error: Avoid to make time-based decisions in your
business logic
Punish.sol:571:9: Error: Possible reentrancy vulnerabilities. Avoid
state changes after transfer.
business logic
Punish.sol:932:54: Error: Avoid to make time-based decisions in your
business logic
Punish.sol:966:5: Error: Explicitly mark visibility of state
Punish.sol:969:5: Error: Explicitly mark visibility of state
Punish.sol:970:5: Error: Explicitly mark visibility of state
```

#### Validators.sol

```
Validators.sol:2:1: Error: Compiler version 0.8.17 does not satisfy the r semver requirement
Validators.sol:20:28: Error: Constant name must be in capitalized
SNAKE_CASE
Validators.sol:21:29: Error: Constant name must be in capitalized
SNAKE_CASE
Validators.sol:95:5: Error: Explicitly mark visibility of state
Validators.sol:143:38: Error: Avoid to make time-based decisions in your business logic
alidators.sol:366:38: Error: Avoid to use tx.origin
Validators.sol:375:39: Error: Avoid to make time-based decisions in your business logic
Validators.sol:702:9: Error: Possible reentrancy vulnerabilities.
Avoid state changes after transfer.
Validators.sol:702:31: Error: Avoid to make time-based decisions in your business logic
Validators.sol:957:50: Error: Avoid to make time-based decisions in your business logic
Validators.sol:1063:54: Error: Avoid to make time-based decisions in your business logic
```

#### **Software analysis result:**

These software reported many false positive results and some are informational issues. So, those issues can be safely ignored.

