TRAIL OFBITS

Before starting

- git clone https://github.com/crytic/echidna-streaming-series
- Open the part1/ folder

Download Echidna: https://github.com/crytic/echidna

Upcoming workshops

Beginner

- Part 1: The Basics (today)
- Part 2: Fuzzing arithmetics and functions (Nov 22, 2022)

Intermediate

- Part 3: Introduction to AMM's invariants (Nov 30, 2022)
- Part 4: AMM fuzzing (Dec 6, 2022)

Advanced

- Part 5: Introduction to advanced DeFi's invariants (Dec 14, 2022)
- Part 6: Advanced DeFi invariants (Dec 21, 2022)

Who am I?

Anish Naik, Security Engineer I

(@anishrnaik)

Who You Should Follow

- Troy Sargent (@0xalpharush)
- Josselin Feist (@montyly)
- Nat Chin (@0xicingdeath)
- Justin Jacob (<u>@technovision99</u>)

Who are we?

Trail of Bits (@trailofbits)

- We help developers to build safer software
- R&D focused: we use the latest program analysis techniques
- Slither, Echidna, Tealer,
 Amarna, solc-select, ...

Today's agenda

- How to find bugs?
- What is fuzzing?
- Interactive exercises
- How to define good invariants?
- Conclusion

How to find bugs?



How to find bugs?

```
/// @notice Allow users to buy token. 1 ether = 10 tokens
/// @param tokens The numbers of token to buy
/// @dev Users can send more ether than token to be bought, to give gifts to the team.
function buy(uint tokens) public payable{
    _valid_buy(tokens, msg.value);
    _mint(msg.sender, tokens);
}

/// @notice Compute the amount of token to be minted. 1 ether = 10 tokens
/// @param desired_tokens The number of tokens to buy
/// @param wei_sent The ether value to be converted into token
function _valid_buy(uint desired_tokens, uint wei_sent) internal view{
    uint required_wei_sent = (desired_tokens / 10) * decimals;
    require(wei_sent >= required_wei_sent);
}
```

There are 4 main testing techniques

- Unit testing
- Manual analysis
- Fully automated analysis
- Semi-automated analysis

Unit testing

- Benefits
 - Well understood by developers
- Limitations
 - Mostly cover "happy paths"
 - Might miss edge cases

An example unit test

```
function test_buy() public {
    uint256 tokens_to_receive = 1_000e18; // setup parameter
    uint256 ether_to_send = 100e18; // setup parameter
    uint256 pre_buy_balance = token.balanceOf(address(this));
    mock.buy.call{value: ether_to_send}(tokens_to_receive);
    assert(token.balanceOf(address(this)) == pre_buy_balance + tokens_to_receive)
}
```

17 7

Manual review

- Benefits
 - Can detect any bug
- Limitations
 - Time consuming
 - Require specific skills
 - Does not track code changes

Example: Security audit

Fully automated analysis

- Benefits
 - Quick & easy to use
- Limitations
 - Cover only some classes of bugs

Example: Slither

Semi-automated analysis

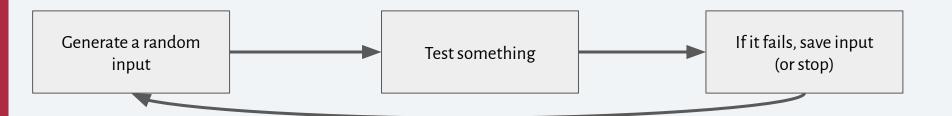
- Benefits
 - Great for logic-related bugs
- Limitations
 - Require human in the loop

Example: Fuzzing with <u>Echidna!</u>

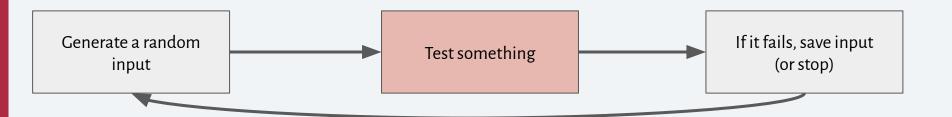
What is fuzzing?

7

What is fuzzing?



What is fuzzing?



Traditional fuzzing

- Fuzzing is well established in traditional software security
 - o AFL, Libfuzzer, go-fuzz, ..
- Stress the program with random inputs

Goal: Crash the program!

Property based testing

- Smart contracts don't (really) have crashes
- User defines some properties (a.k.a invariants)
- Fuzzer generates random inputs
- Check whether specified "incorrect" state can be reached

Goal: Validate Properties!

What is an invariant / property?

- "Invariant Testing" = "Property Testing"
- System properties should always be true given some pre-conditions

System properties highlight the expected behavior of the system!

invariant adjective



in·vari·ant | \ ()in-ˈver-ē-ənt 🜒 \

Definition of *invariant*

: CONSTANT, UNCHANGING

specifically: unchanged by specified mathematical or physical operations or transformations

II invariant factor



Example invariant

User balance never exceeds total supply

Echidna is a smart contract fuzzer

- Tests system properties
- Open source: github.com/crytic/echidna
- Heavily used in audits & mature codebases

Public use of Echidna

Property testing suites

This is a partial list of smart contracts projects that use Echidna for testing:

- Uniswap-v3
- Balancer
- MakerDAO vest
- Optimism DAI Bridge
- WETH10
- Yield
- Convexity Protocol
- Aragon Staking
- Centre Token
- Tokencard
- · Minimalist USD Stablecoin

Echidna's inputs: target contract + properties to test

Smart Contract Code

```
contract Token {
                                                                                    Echidna Tests
             uint256 totalSupply;
             mapping (address => uint256) balances;
             function transfer(address to, uint256
       amount) {
                                                                 input
                                                                                 Can Echidna break
                                                                                   the invariant?
                  Property Invariant
function echidna_total_supply() public returns(bool)
    return balances[msg.sender] <= totalSupply()</pre>
```

Exercises

7

Key considerations

- 1. Think of Echidna as an externally-owned account (EOA)
- 2. Echidna will do the following:
 - a. Call a **sequence** of functions with random inputs in the target *and* inherited contracts
 - b. Check whether the property holds
- 3. Properties just resolve to a "truthy" value

Exercise 1

- exercise1/README.md
- Goal: check for correct arithmetic
- Note: use Solidity 0.7 (see solc-select if needed)

Exercise 1 - Template

```
contract TestToken is Token {
   address echidna_caller = msg.sender;
   constructor() public {
      balances[echidna_caller] = 10000;
   // add the property
```

7

Exercise 1 - Solution

```
contract TestToken is Token {
   address echidna_caller = msg.sender;
   constructor() public {
       balances[echidna_caller] = 10000;
   function echidna_test_balance() view public returns(bool) {
       return balances[echidna_caller] <= 10000;</pre>
```

Exercise 1 - Solution

\$ echidna-test solution.sol

```
echidna_test_balance: FAILED! with ReturnFalse

Call sequence:
1.transfer(0x0,10093)
```

Exercise 2

- exercise2/README.md
- Goal: check for correct access control of the token

Exercise 2 - Template

```
contract TestToken is Token {
    constructor() {
       paused();
       owner = 0x0; // lose ownership
    }
    // add the property
}
```

Exercise 2 - Solution

```
contract TestToken is Token {
    constructor() {
        paused();
        owner = 0x0; // lose ownership
    }
    function echidna_no_transfer() view returns(bool) {
        return is_paused == true;
    }
}
```

Exercise 2 - Solution

\$ echidna-test solution.sol

```
echidna_no_transfer: FAILED! with ReturnFalse

Call sequence:
1.0wner()
2.resume()
```

How to define good invariants

7

Defining good invariants

- Start small, and iterate
- Steps
 - 1. Define invariants in English
 - 2. Write the invariants in Solidity
 - 3. Run Echidna
 - If invariants broken: investigate
 - Once all the invariants pass, go back to (1)

There are two types of invariants

Function-level invariant

- Doesn't rely on much of the system OR could be stateless
- Can be tested in an isolated fashion.
- Examples: Associative property of addition OR depositing tokens in a contract

System-level invariant

- Relies on the deployment of a large part or entire system
- o Invariants are usually **stateful**
- Examples: user's balance < total supply OR yield is monotonically increasing

Example of a function-level invariant

- Inherit the targets
- Create function and call the targeted function
- Use `assert` to check the property

```
contract TestMath is Math{
    function test_commutative(uint a, uint b) public {
        assert(add(a, b) == add(b, a));
    }
}
```

Example of a system-level invariant

```
contract TestToken is Token {
    address echidna_caller = msg.sender;
    constructor() public{
        balances[echidna_caller] = 10000;
    function test_balance() public{
        assert(balances[echidna_caller] <= 10000);</pre>
```

Testing system level invariants require initialization

- Simple initialization
 - Deploy everything in the constructor
- Complex initialization
 - Leverage your unit tests framework with <u>etheno</u>

NOTE: Function-level invariants may also need *some* system initialization

Revisiting the original example

Ţ

So how can Echidna find the bug?

```
/// @notice Allow users to buy token. 1 ether = 10 tokens
/// @param tokens The numbers of token to buy
/// @dev Users can send more ether than token to be bought, to give gifts to the
team.
function buy(uint tokens) public payable{
    _valid_buy(tokens, msg.value);
    _mint(msg.sender, tokens);
}

/// @notice Compute the amount of token to be minted. 1 ether = 10 tokens
/// @param desired_tokens The number of tokens to buy
/// @param wei_sent The ether value to be converted into token
function _valid_buy(uint desired_tokens, uint wei_sent) internal view{
    uint required_wei_sent = (desired_tokens / 10) * decimals;
    require(wei_sent >= required_wei_sent);
}
```

Start testing with _valid_buy

- buy is stateful
- _valid_buy is stateless
 - Start with it

What invariants exist for this function?

```
function _valid_buy(uint desired_tokens, uint wei_sent) internal view{
   uint required_wei_sent = (desired_tokens / 10) * decimals;
   require(wei_sent >= required_wei_sent);
}
```

Invariant: If wei_sent is zero, desired_tokens must be zero

```
function assert_no_free_token(uint desired_amount) public {
    require(desired_amount>0);
    _valid_buy(desired_amount, 0);
    assert(false); // this should never be reached
}
```

Echidna finds the bug!

Conclusion

Ţ

Key takeaways

- Property-based testing aids in identifying logical flaws in a codebase
- Echidna's inputs are a target contract and one or more "properties" to test
- Echidna outputs whether or not any of the properties failed to be true
- Properties are simply boolean statements
- Can test properties in "property" mode or "assertion mode"

Let's fuzz test ABDK Math next week!

- Learn about the ABDK64x64 math library
- Write fuzz tests for the library
 - Function-level testing
 - Test mathematical properties (symmetric property, commutative property, etc.)
- Debug and optimize your fuzz tests

Your homework assignment

Your homework assignment for next week:)

- Complete exercises 3-6 in <u>building-secure-contracts</u>
 - https://github.com/crytic/building-secure-contracts/tree/master/prog ram-analysis/echidna
- Start reviewing <u>ABDKMath64x64.sol</u>
 - https://github.com/abdk-consulting/abdk-libraries-solidity/blob/master/A BDKMath64x64.sol
- Join Empire Hacking and ask me questions!
 - empirehacking.slack.com
 - Channel #ethereum

Thanks for watching!

Ţ