

UniLayer

LAYERx v5

SMART CONTRACT AUDIT

22.04.2021

Made in Germany by Chainsulting.de



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1. Disclaimer

The audit makes no statements or warrantees about utility of the code, safety of the code, suitability of the business model, investment advice, endorsement of the platform or its products, regulatory regime for the business model, or any other statements about fitness of the contracts to purpose, or their bug free status. The audit documentation is for discussion purposes only.

The information presented in this report is confidential and privileged. If you are reading this report, you agree to keep it confidential, not to copy, disclose or disseminate without the agreement of UniLayer. If you are not the intended receptor of this document, remember that any disclosure, copying or dissemination of it is forbidden.

Major Versions / Date	Description
0.1 (02.02.2021)	Layout
0.5 (02.02.2021)	Automated Security Testing
	Manual Security Testing
0.8 (03.02.2021)	Testing SWC Checks
0.9 (04.02.2021)	Summary and Recommendation
1.0 (04.02.2021)	Final document
1.2 (06.02.2021)	Deployed Contract added
1.5 (11.02.2021)	Re-check of contract
2.0 (19.03.2021)	Re-check of contract
2.1 (21.04.2021)	Verified deployed contract



2. About the Project and Company

Company address:

The Unilayer Project LTD 44 Church St. St. John's Antigua & Barbuda

Website: https://unilayer.info DApp: https://unilayer.app

GitHub: NA

Twitter: https://twitter.com/unilayer_ Telegram: https://t.me/Unilayer

Etherscan (LAYER Token): https://etherscan.io/token/0x0fF6ffcFDa92c53F615a4A75D982f399C989366b Medium: https://medium.com/@UniLayer/unilayer-next-generation-decentralised-trading-platform-524e458ec7ff

Discord: https://discord.com/invite/BV5y3dd



2.1 Project Overview

UniLayer is a next generation decentralised trading platform built on top of Uniswap that enables key features for professional-level trading with it's LAYER utility token, focusing on automated swaps and liquidity management, flash staking, charts and analytics, live order books, and a lot more. On top of these features, the LAYER token is used to facilitate transactions on UniLayer where all transaction fees are transferred to a token pool. 92% of fees will be distributed to stakers of the platform in addition to liquidity providers to the ETH/LAYER liquidity pool, with the remaining 8% going to the foundation as a reserve.

What is LAYERx?

A new token that will have 0 premine, governance features integrated in the Unilayer platform, and can only be minted while staking LAYER in the staking platform or by Providing liquidity on Uniswap.

LAYERx Tokenomics

- Total Supply 40,000
- Inflation rate 10,000 year for a period of 4 years
- Can be minted while staking LAYER in the staking platform
- Can be minted while providing Liquidity to both LAYER/USDT & LAYER/ETH LPs in Uniswap



3. Vulnerability & Risk Level

Risk represents the probability that a certain source-threat will exploit vulnerability, and the impact of that event on the organization or system. Risk Level is computed based on CVSS version 3.0.

Level	Value	Vulnerability	Risk (Required Action)
Critical	9 – 10	A vulnerability that can disrupt the contract functioning in a number of scenarios, or creates a risk that the contract may be broken.	Immediate action to reduce risk level.
High	7 – 8.9	A vulnerability that affects the desired outcome when using a contract, or provides the opportunity to use a contract in an unintended way.	Implementation of corrective actions as soon as possible.
Medium	4 – 6.9	A vulnerability that could affect the desired outcome of executing the contract in a specific scenario.	
Low	2 – 3.9	have a significant impact on	Implementation of certain corrective actions or accepting the risk.
Informational	0 – 1.9	A vulnerability that have informational character but is not effecting any of the code.	An observation that does not determine a level of risk



4. Auditing Strategy and Techniques Applied

Throughout the review process, care was taken to evaluate the repository for security-related issues, code quality, and adherence to specification and best practices. To do so, reviewed line-by-line by our team of expert pentesters and smart contract developers, documenting any issues as there were discovered.

4.1 Methodology

The auditing process follows a routine series of steps:

- 1. Code review that includes the following:
 - i.Review of the specifications, sources, and instructions provided to Chainsulting to make sure we understand the size, scope, and functionality of the smart contract.
 - ii.Manual review of code, which is the process of reading source code line-by-line in an attempt to identify potential vulnerabilities.
- iii. Comparison to specification, which is the process of checking whether the code does what the specifications, sources, and instructions provided to Chainsulting describe.
- 2. Testing and automated analysis that includes the following:
 - i.Test coverage analysis, which is the process of determining whether the test cases are actually covering the code and how much code is exercised when we run those test cases.
- ii. Symbolic execution, which is analysing a program to determine what inputs causes each part of a program to execute.
- 3. Best practices review, which is a review of the smart contracts to improve efficiency, effectiveness, clarify, maintainability, security, and control based on the established industry and academic practices, recommendations, and research.
- 4. Specific, itemized, actionable recommendations to help you take steps to secure your smart contracts.



4.2 Used Code from other Frameworks/Smart Contracts (direct imports)

1. SafeMath.sol (0.5.0)

https://github.com/OpenZeppelin/openzeppelin-contracts/blob/v2.3.0/contracts/math/SafeMath.sol

2. IERC20.sol (0.5.0)

https://github.com/OpenZeppelin/openzeppelin-contracts/blob/v2.3.0/contracts/token/ERC20/IERC20.sol



4.3 Tested Contract Files

The following are the MD5 hashes of the reviewed files. A file with a different MD5 hash has been modified, intentionally or otherwise, after the security review. You are cautioned that a different MD5 hash could be (but is not necessarily) an indication of a changed condition or potential vulnerability that was not within the scope of the review

File	Fingerprint (MD5)
LAYERx_v5.sol	8d5360afc2078be5e410d8b81e1c30f7

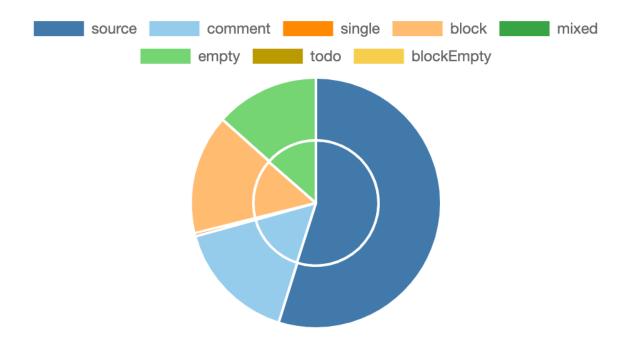


4.4 Metrics / CallGraph





4.5 Metrics / Source Lines





4.6 Metrics / Capabilities

Solidity Versions observed		Experime Features	ental	S Can Rece Funds		Uses Assembly		Has Destroyable Contracts	
^0.5.0				yes		**** (0 asn	n blocks)	ye	S
Transfers 5		ow-Level	№ DelegateCa	ıll	Uses Hash Functions		ECRecover	•	6 New/Create/Create2
yes									

Public	S Payable	•		
28	1			
External	Internal	Private	Pure	View

4.7 Metrics / Source Unites in Scope

Туре	File	Logic Contracts	Interfaces	Lines	nLines	nSLOC	Comment Lines	Complex. Score	Capabilities
the second secon	Layerx_v5.sol	4	1	402	385	251	76	193	Š♂ ÷
***	Totals	4	1	402	385	251	76	193	Š€ ∴∴



5. Scope of Work

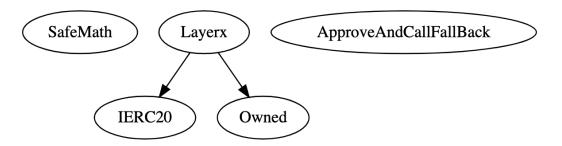
The Unilayer team provided us with the files that needs to be tested. The scope of the audit is the LAYERx contract.

Following contracts with the direct imports been tested Layerx_v5.sol

The team put forward the following assumptions regarding the security, usage of the contracts:

• Checking the overall security of the contracts

The main goal of this audit was to verify these claims. The auditors can provide additional feedback on the code upon the client's request.





5.1 Manual and Automated Vulnerability Test

CRITICAL ISSUES

During the audit, Chainsulting's experts found **no Critical issues** in the code of the smart contract.

HIGH ISSUES

5.1.1 Selfdestruct owner

Severity: HIGH

Status: ADDRESSED

Update: Doesn't affect the overall security in that use case

Attack / Description	Code Snippet	Result/Recommendation
Use of selfdestruct: Can block calling contracts unexpectedly. Be especially careful if this contract is planned to be used by other contracts (i.e. library contracts, interactions). Selfdestruction of the callee contract can leave callers in an inoperable state.	<pre>Line: 447 - 449 function close() external onlyOwner { selfdestruct(owner); }</pre>	The function close is not called for any other reason, only with the reason to remove the owner, which leaves the contract without owner and can cause problems for current staker. Consider removing that function or modify that a new owner needs to be assigned before selfdestruct.



MEDIUM ISSUES

5.1.2 Wrong import of OpenZeppelin library

Severity: MEDIUM Status: ADDRESSED

Update: Doesn't affect the overall security in that use case

Attack / Description	Code Snippet	Result/Recommendation
In the current implementation, OpenZeppelin files are added directly into the code. This violates OpenZeppelin's MIT license, which requires the license and copyright notice to be included if its code is used. Moreover, updating code manually is error-prone.	SafeMath, IERC20, Owned	We highly recommend using npm (import "@openzeppelin/contracts/) in order to guarantee that original OpenZeppelin contracts are used with no modifications. This also allows for any bug-fixes to be easily integrated into the codebase. https://github.com/OpenZeppelin/openzeppelin- contracts/blob/v2.3.0/contracts/math/SafeMath.sol https://github.com/OpenZeppelin/openzeppelin- contracts/blob/v2.3.0/contracts/token/ERC20/IERC2 0.sol https://github.com/OpenZeppelin/openzeppelin- contracts/blob/v2.3.0/contracts/ownership/Ownable. sol



LOW ISSUES

5.1.3 Ownable OpenZeppelin library is not correctly implemented

Severity: LOW

Status: ADDRESSED

Update: Doesn't affect the overall security in that use case

Attack / Description	Code Snippet	Result/Recommendation
In the current	Line: 74 - 89	We highly recommend using npm (import
implementation, OpenZeppelin	contract Owned	"@openzeppelin/contracts/) in order to guarantee
files are added directly into the		that original OpenZeppelin contracts are used with
code. This		no modifications. This also allows for any bug-fixes
violates OpenZeppelin's MIT		to be easily integrated into the codebase.
license, which requires the		Contract module which provides a basic access
license and copyright notice to		control mechanism, where there is an account (an
be included if its code is used.		owner) that can be granted exclusive access to
Moreover, updating code		specific functions.
manually is error-prone. In the		
case of Ownable, not all		https://github.com/OpenZeppelin/openzeppelin-
necessary functions are		contracts/blob/v2.3.0/contracts/ownership/Ownable.
implemented.		<u>sol</u>



5.1.4 uint vs. uint256 readability and consistency

Severity: LOW

Status: ADDRESSED

Update: Doesn't affect the overall security in that use case

Attack / Description	Code Snippet	Result/Recommendation
Since uint is just an alias to	Line: 114 - 130 and more	Consider declaring the integer with the right size for
uint256 it is not necessary to	<pre>struct Stake {</pre>	struct and arrays. It brings about readability and
use uint256. The best practice	uint start;	consistency in your code, and it allows you to
is a consistent use of uint data	uint end;	adhere to best practices in smart contracts.
types, together with the	uint layerLockedTotal;	
specific size, and also because	uint layerxReward;	
making the size of the data	uint ethReward;	
explicit reminds the developer	}	
and the reader how much data		
they've got to play with, which		
may help prevent or detect		
bugs and improve the		
maintainability and auditability		
of the codebase.		



INFORMATIONAL ISSUES

5.1.5 Fix Spelling and Grammatical Errors

Severity: INFORMATIONAL

Status: FIXED

Update: Doesn't affect the overall security in that use case

Attack / Description	Code Snippet	Result/Recommendation
Language mistakes were	Line: 410	There aren't any rewards to withdraw
identified in the messages in	<pre>require((rwds.layerx > 0 rwds.eth > 0), 'You</pre>	
the codebase. Fixing these	have no any rewards to withdraw');	
mistakes can help improve the		
end-user experience by		
providing clear information on		
errors encountered, and		
improve the maintainability and		
auditability of the codebase.		



5.1.6 Pragma version not fixed

Severity: INFORMATIONAL

Status: ADDRESSED

Update: Doesn't affect the overall security in that use case

Attack / Description	Code Snippet	Result/Recommendation
Due to the fact that compiler upgrades might bring unexpected compatibility or inter-version consistencies, it is always suggested to use fixed compiler versions whenever possible.	Line: 1 pragma solidity ^0.5.0;	As an example, we highly encourage to explicitly indicate the Solidity compiler version, e.g., pragma solidity 0.5.0; instead of pragma solidity ^0.5.0;.



5.2. SWC Attacks & Special Checks

ID	Title	Relationships	Test Result
SWC-131	Presence of unused variables	CWE-1164: Irrelevant Code	<u>~</u>
SWC-130	Right-To-Left-Override control character (U+202E)	CWE-451: User Interface (UI) Misrepresentation of Critical Information	✓
SWC-129	Typographical Error	CWE-480: Use of Incorrect Operator	✓
SWC-128	DoS With Block Gas Limit	CWE-400: Uncontrolled Resource Consumption	✓
<u>SWC-127</u>	Arbitrary Jump with Function Type Variable	CWE-695: Use of Low-Level Functionality	~
SWC-125	Incorrect Inheritance Order	CWE-696: Incorrect Behavior Order	✓
<u>SWC-124</u>	Write to Arbitrary Storage Location	CWE-123: Write-what-where Condition	~
SWC-123	Requirement Violation	CWE-573: Improper Following of Specification by Caller	✓



ID	Title	Relationships	Test Result
SWC-122	Lack of Proper Signature Verification	CWE-345: Insufficient Verification of Data Authenticity	✓
SWC-121	Missing Protection against Signature Replay Attacks	CWE-347: Improper Verification of Cryptographic Signature	✓
<u>SWC-120</u>	Weak Sources of Randomness from Chain Attributes	CWE-330: Use of Insufficiently Random Values	✓
SWC-119	Shadowing State Variables	CWE-710: Improper Adherence to Coding Standards	✓
SWC-118	Incorrect Constructor Name	CWE-665: Improper Initialization	<u>~</u>
SWC-117	Signature Malleability	CWE-347: Improper Verification of Cryptographic Signature	✓
SWC-116	Timestamp Dependence	CWE-829: Inclusion of Functionality from Untrusted Control Sphere	✓
SWC-115	Authorization through tx.origin	CWE-477: Use of Obsolete Function	✓
SWC-114	Transaction Order Dependence	CWE-362: Concurrent Execution using Shared Resource with Improper Synchronization ('Race Condition')	✓



ID	Title	Relationships	Test Result
SWC-113	DoS with Failed Call	CWE-703: Improper Check or Handling of Exceptional Conditions	✓
SWC-112	Delegatecall to Untrusted Callee	CWE-829: Inclusion of Functionality from Untrusted Control Sphere	✓
<u>SWC-111</u>	Use of Deprecated Solidity Functions	CWE-477: Use of Obsolete Function	✓
SWC-110	Assert Violation	CWE-670: Always-Incorrect Control Flow Implementation	~
SWC-109	Uninitialized Storage Pointer	CWE-824: Access of Uninitialized Pointer	~
SWC-108	State Variable Default Visibility	CWE-710: Improper Adherence to Coding Standards	~
SWC-107	Reentrancy	CWE-841: Improper Enforcement of Behavioral Workflow	~
<u>SWC-106</u>	Unprotected SELFDESTRUCT Instruction	CWE-284: Improper Access Control	×
<u>SWC-105</u>	Unprotected Ether Withdrawal	CWE-284: Improper Access Control	✓
SWC-104	Unchecked Call Return Value	CWE-252: Unchecked Return Value	~

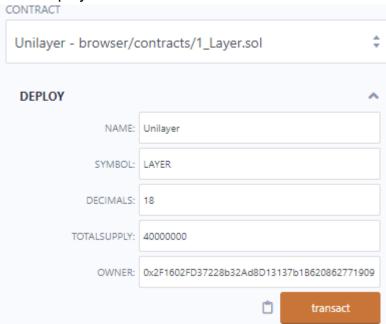


ID	Title	Relationships	Test Result
SWC-103	Floating Pragma	CWE-664: Improper Control of a Resource Through its Lifetime	×
SWC-102	Outdated Compiler Version	CWE-937: Using Components with Known Vulnerabilities	✓
SWC-101	Integer Overflow and Underflow	CWE-682: Incorrect Calculation	✓
SWC-100	Function Default Visibility	CWE-710: Improper Adherence to Coding Standards	✓



5.3. Testnet Deployment

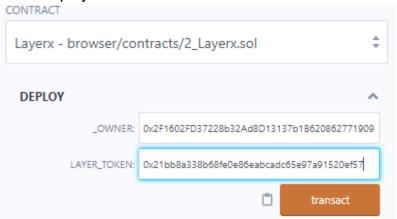
5.3.1 Deployment LAYER token contract



 $Tx: \underline{https://ropsten.etherscan.io/tx/0x73f8f3f3b335ef68b35cd5332f372c5a147dbe48082ead5db24221fcb4854cfe}\\ Layer Token Contract address: \underline{0x21bb8a338b68fe0e86eabcadc65e97a91520ef57}$



5.3.2 Deployment LAYERx contract



Tx: https://ropsten.etherscan.io/tx/0x322d57158d509eb1301d9fc288e38e47c7a47c8d0abbaa05f984ae58a15a6fb8 Layerx Contract Address: <a href="https://oxstate.org/doi:10.1007/journal.org/

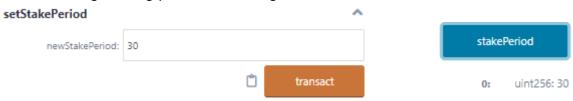


5.3.3 Default contract variables

Address	■0x5Da2bbc48aa50421bcA0a7D164c15C97cA4E1B56
ETH Balance	0
UNILAYER	0x21bB8A338b68fE0E86eabcADc65E97a91520ef57
decimals	18
isPaused	X False
name	UNILAYERX
owner	30x2F1602FD37228b32Ad8D13137b1B620862771909
owner stakeCreator	©x2F1602FD37228b32Ad8D13137b1B620862771909
stakeCreator	0x2F1602FD37228b32Ad8D13137b1B620862771909
stakeCreator stakePeriod	©0x2F1602FD37228b32Ad8D13137b1B620862771909
stakeCreator stakePeriod symbol	©0x2F1602FD37228b32Ad8D13137b1B620862771909 604800 LAYERX

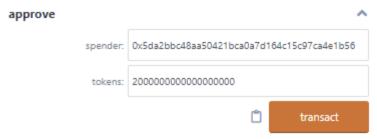


5.3.4 Reducing staking period for testing

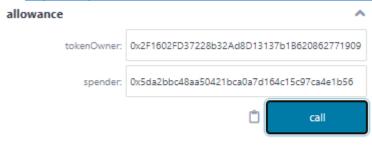


Tx: https://ropsten.etherscan.io/tx/0x54059eaf8e4ac55a601488647a1536ec27c8700c0b66708f693e0b33c3f59b4f

5.3.5 Approve LAYERx contract to spend token



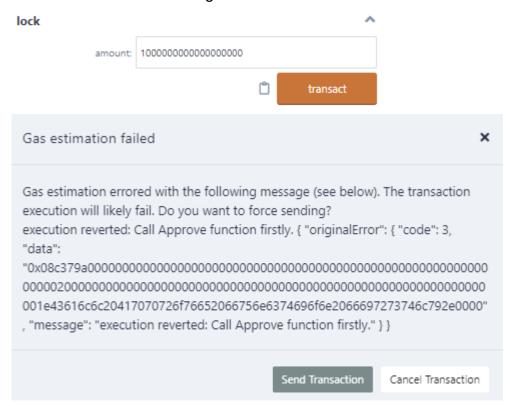
Tx: https://ropsten.etherscan.io/tx/0x4e54c241f10e69b364df8a4cb2e34db30a5cf546a204d9d6f151aaa5d092d83b



0: uint256: remaining 2000000000000000000

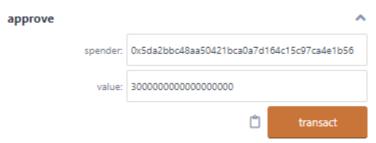


5.3.6 Lock tokens for staking





5.3.7 Approve LAYER token contract for staking



Tx: https://ropsten.etherscan.io/tx/0xe84906b5fef5231c9f2430355bb5e7944e9bf96a45bf6437c56386ceceb673f9

5.3.8 Lock tokens for staking



Tx: https://ropsten.etherscan.io/tx/0x0902e976ccaeab98ff03a4d945f6f8340667ae471ad5e52395f07cdc14c799e9



o: uint256: 10000000000000000000

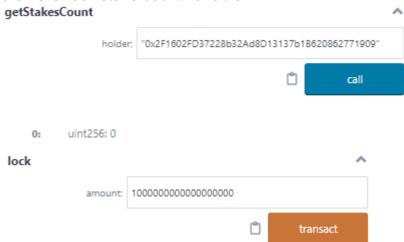


5.3.9 Unlock staked tokens from pool



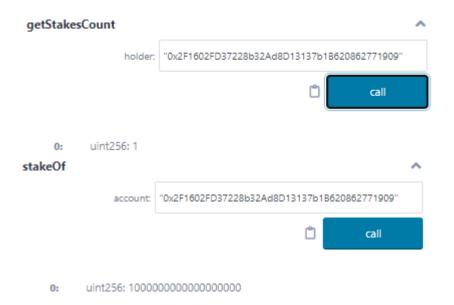
Tx: https://ropsten.etherscan.io/tx/0x13ccd9e863739478a4e7b529bde4cddc651187ed30381e0725c343a326b261b2

5.3.10 Check stake count variable

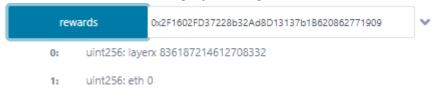


Tx: https://ropsten.etherscan.io/tx/0x475d2ba349c72a866379ab74768c3d9982764d32f4f453cb9259eb37efb12759





5.3.11 Finalize the staking by closing without ether rewards

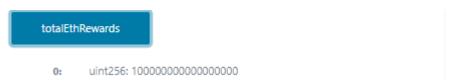


Tx: https://ropsten.etherscan.io/tx/0xaa1040ded46d95cba6f70c295d717bd47c0f8e1281da373770265ab495993a64



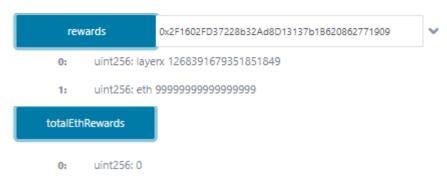
5.3.12 Send Ether to contract

Sending 0.1 Ether to the Layerx smart contract for staking rewards.



Tx: https://ropsten.etherscan.io/tx/0x86b08161d7384f9e45dcfe7a4d8d9b413e1ab8e1e956b9be5210808b118a3306

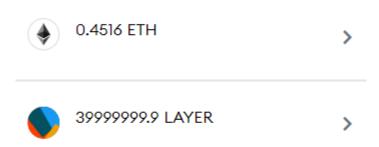
5.3.13 Finalize staking with ether rewards



Tx: https://ropsten.etherscan.io/tx/0x6407d2cdcf55d394fdf1081076e47bd89db95145e484e025a491c13fa2153a91



5.3.14 Withdraw LAYERx tokens and ether



Tx: https://ropsten.etherscan.io/tx/0x2a020f1a09d7a962fee697fc86104d855bc0087b6a6e91d73b45faa133f7c139



5.3.15 Total stakes count





6. Executive Summary

The overall code quality of the project is good, not overloaded with unnecessary functions, these is greatly benefiting the security of the contract. It has not correctly implemented widely-used and reviewed contracts from OpenZeppelin and for safe mathematical operations and we recommend as well, to specific all integer types.

The main goal of the audit was to verify the claims regarding the security of the smart contract and the functions. During the audit, no critical issues were found after the manual and automated security testing, all other issues are outlined in the audit section 5.



7. Deployed Smart Contract

VERIFIED

Layerx https://etherscan.io/address/0xfe56E974C1C85e9351325fb2D62963A022Ad624F#code

