Solana Marketplace

Smart Contract Audit Report
Prepared for DAgora

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Report Information

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Client	DAgora
Project	Solana Marketplace
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2.0	Aug 21,2023	Update issue	Wachirawit Kanpanluk
1.0	Jun 23, 2022	Full report	Sorawish Laovakul

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1. Executive Summary

As requested by DAgora, Inspex team conducted an audit to verify the security posture of the Solana Marketplace smart contracts between Jun 9, 2022 and Jun 16, 2022. During the audit, Inspex team examined all smart contracts and the overall operation within the scope to understand the overview of Solana Marketplace smart contracts. Static code analysis, dynamic analysis, and manual review were done in conjunction to identify smart contract vulnerabilities together with technical & business logic flaws that may be exposed to the potential risk of the platform and the ecosystem. Practical recommendations are provided according to each vulnerability found and should be followed to remediate the issue.

1.1. Audit Result

In the initial audit, Inspex found 4 high, 1 medium, 2 low-severity issues. With the project team's prompt response, 4 high and 1 low-severity issues were resolved or mitigated in the reassessment, while 1 medium and 1 low-severity issues were acknowledged by the team. Therefore, Inspex trusts that Solana Marketplace smart contracts have sufficient protections to be safe for public use. However, in the long run, Inspex suggests resolving all issues found in this report.

1.2. Disclaimer

This security audit is not produced to supplant any other type of assessment and does not guarantee the discovery of all security vulnerabilities within the scope of the assessment. However, we warrant that this audit is conducted with goodwill, professional approach, and competence. Since an assessment from one single party cannot be confirmed to cover all possible issues within the smart contract(s), Inspex suggests conducting multiple independent assessments to minimize the risks. Lastly, nothing contained in this audit report should be considered as investment advice.

2. Project Overview

2.1. Project Introduction

DAgora Solana Marketplace is the NFT Marketplace in Solana. It allows anyone to buy, sell, and auction NFTs on the Solana.

The platform allows the NFT to be freely bought and sold by all the platform users in a single NFT or multiple NFTs in one transaction. The platform also provides the royalty fee for the NFT creators, helping them to gain their revenue.

Scope Information:

Project Name	Solana Marketplace
Website	https://dagora.xyz/
Smart Contract Type	Solana Program
Chain	Solana
Programming Language	Rust
Category	Marketplace

Audit Information:

Audit Method	Whitebox
Audit Date	Jun 9, 2022 - Jun 16, 2022
Reassessment Date	Jun 21, 2022

The audit method can be categorized into two types depending on the assessment targets provided:

1. **Whitebox**: The complete source code of the smart contracts are provided for the assessment.
2. **Blackbox**: Only the bytecodes of the smart contracts are provided for the assessment.

2.2. Scope

The following smart contracts were audited and reassessed by Inspex in detail:

Initial Audit

Program	Bytecode SHA256 Hash
dagora_solana	6195f01c687fa47b23f08d26b1c4e6643348c6171599b9f4ac3e82a7a6cb0a73

Reassessment

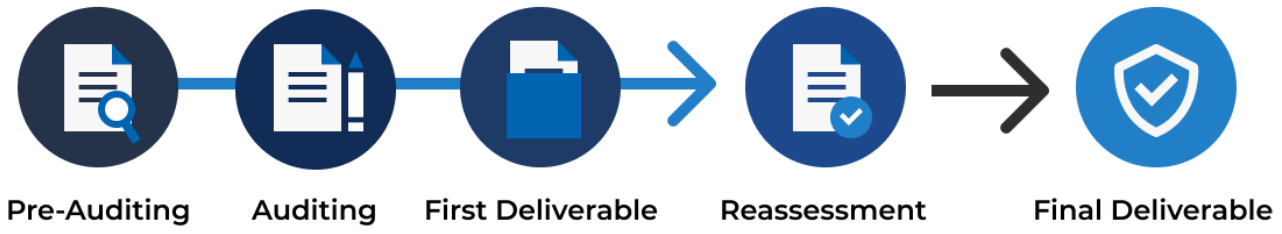
Program	Bytecode SHA256 Hash
dagora_solana	d48a95ca103c3a208e587f8dc21f95d87ed7e83c4500e6ffd25db0b87a218566

As the DAgora team has decided not to publish the source code to protect their intellectual property, the users should compare the bytecode hashes with the smart contracts before interacting with them to make sure that they are the same with the contracts audited.

3. Methodology

Inspex conducts the following procedure to enhance the security level of our clients' smart contracts:

1. **Pre-Auditing**: Getting to understand the overall operations of the related smart contracts, checking for readiness, and preparing for the auditing
2. **Auditing**: Inspecting the smart contracts using automated analysis tools and manual analysis by a team of professionals
3. **First Deliverable and Consulting**: Delivering a preliminary report on the findings with suggestions on how to remediate those issues and providing consultation
4. **Reassessment**: Verifying the status of the issues and whether there are any other complications in the fixes applied
5. **Final Deliverable**: Providing a full report with the detailed status of each issue



3.1. Test Categories

Inspex smart contract auditing methodology consists of both automated testing with scanning tools and manual testing by experienced testers. We have categorized the tests into 3 categories as follows:

1. **General Smart Contract Vulnerability (General)** - Smart contracts are analyzed automatically using static code analysis tools for general smart contract coding bugs, which are then verified manually to remove all false positives generated.
2. **Advanced Smart Contract Vulnerability (Advanced)** - The workflow, logic, and the actual behavior of the smart contracts are manually analyzed in-depth to determine any flaws that can cause technical or business damage to the smart contracts or the users of the smart contracts.
3. **Smart Contract Best Practice (Best Practice)** - The code of smart contracts is then analyzed from the development perspective, providing suggestions to improve the overall code quality using standardized best practices.

3.2. Audit Items

The testing items checked are based on our Smart Contract Security Testing Guide (SCSTG) v1.0 (https://github.com/InspexCo/SCSTG/releases/download/v1.0/SCSTG_v1.0.pdf) which covers most prevalent risks in smart contracts. The latest version of the document can also be found at https://inspex.gitbook.io/testing-guide/.

The following audit items were checked during the auditing activity:

Testing Category	Testing Items
1. Architecture and Design	1.1. Proper measures should be used to control the modifications of smart contract logic 1.2. The latest stable compiler version should be used 1.3. The circuit breaker mechanism should not prevent users from withdrawing their funds 1.4. The smart contract source code should be publicly available 1.5. State variables should not be unfairly controlled by privileged accounts 1.6. Least privilege principle should be used for the rights of each role
2. Access Control	2.1. Contract self-destruct should not be done by unauthorized actors 2.2. Contract ownership should not be modifiable by unauthorized actors 2.3. Access control should be defined and enforced for each actor roles 2.4. Authentication measures must be able to correctly identify the user 2.5. Smart contract initialization should be done only once by an authorized party 2.6. tx.origin should not be used for authorization
3. Error Handling and Logging	3.1. Function return values should be checked to handle different results 3.2. Privileged functions or modifications of critical states should be logged 3.3. Modifier should not skip function execution without reverting
4. Business Logic	4.1. The business logic implementation should correspond to the business design 4.2. Measures should be implemented to prevent undesired effects from the ordering of transactions 4.3. msg.value should not be used in loop iteration
5. Blockchain Data	5.1. Result from random value generation should not be predictable 5.2. Spot price should not be used as a data source for price oracles 5.3. Timestamp should not be used to execute critical functions 5.4. Plain sensitive data should not be stored on-chain 5.5. Modification of array state should not be done by value 5.6. State variable should not be used without being initialized

Testing Category	Testing Items
6. External Components	6.1. Unknown external components should not be invoked 6.2. Funds should not be approved or transferred to unknown accounts 6.3. Reentrant calling should not negatively affect the contract states 6.4. Vulnerable or outdated components should not be used in the smart contract 6.5. Deprecated components that have no longer been supported should not be used in the smart contract 6.6. Delegatecall should not be used on untrusted contracts
7. Arithmetic	7.1. Values should be checked before performing arithmetic operations to prevent overflows and underflows 7.2. Explicit conversion of types should be checked to prevent unexpected results 7.3. Integer division should not be done before multiplication to prevent loss of precision
8. Denial of Services	8.1. State changing functions that loop over unbounded data structures should not be used 8.2. Unexpected revert should not make the whole smart contract unusable 8.3. Strict equalities should not cause the function to be unusable
9. Best Practices	9.1. State and function visibility should be explicitly labeled 9.2. Token implementation should comply with the standard specification 9.3. Floating pragma version should not be used 9.4. Builtin symbols should not be shadowed 9.5. Functions that are never called internally should not have public visibility 9.6. Assert statement should not be used for validating common conditions

3.3. Risk Rating

OWASP Risk Rating Methodology (https://owasp.org/www-community/OWASP_Risk_Rating_Methodology) is used to determine the severity of each issue with the following criteria:

- **Likelihood**: a measure of how likely this vulnerability is to be uncovered and exploited by an attacker
- **Impact**: a measure of the damage caused by a successful attack

Both likelihood and impact can be categorized into three levels: **Low**, **Medium**, and **High**.

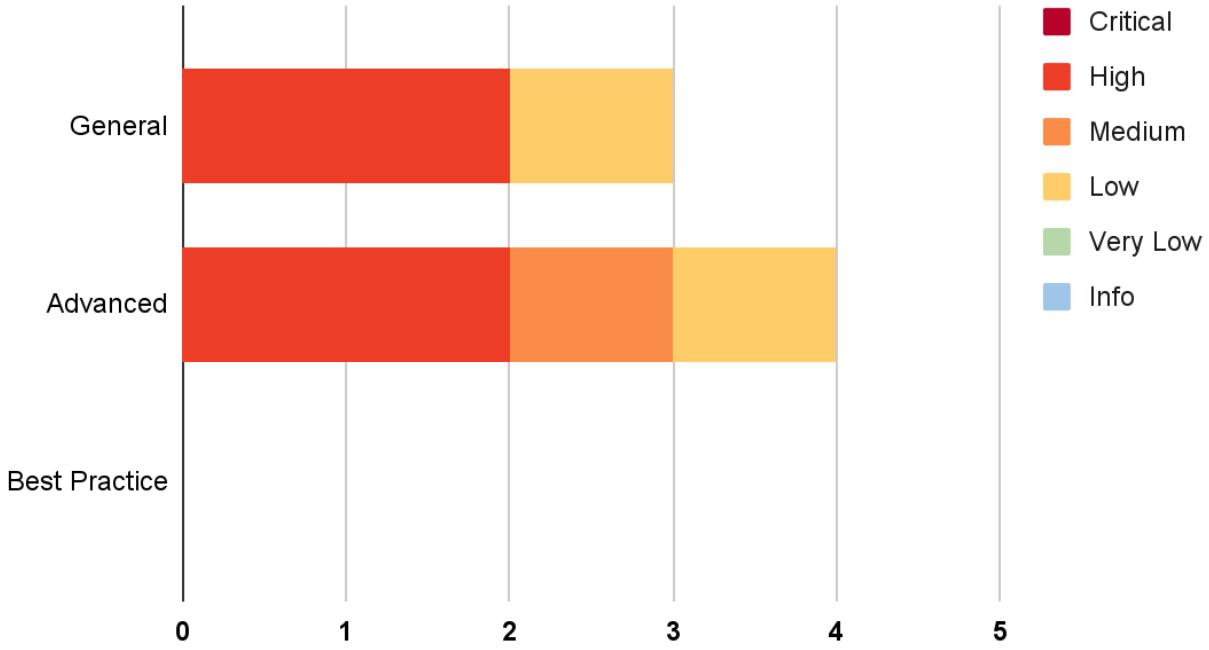
Severity is the overall risk of the issue. It can be categorized into five levels: **Very Low**, **Low**, **Medium**, **High**, and **Critical**. It is calculated from the combination of likelihood and impact factors using the matrix below. The severity of findings with no likelihood or impact would be categorized as **Info**.

Impact \ Likelihood	Low	Medium	High
Low	Very Low	Low	Medium
Medium	Low	Medium	High
High	Medium	High	Critical

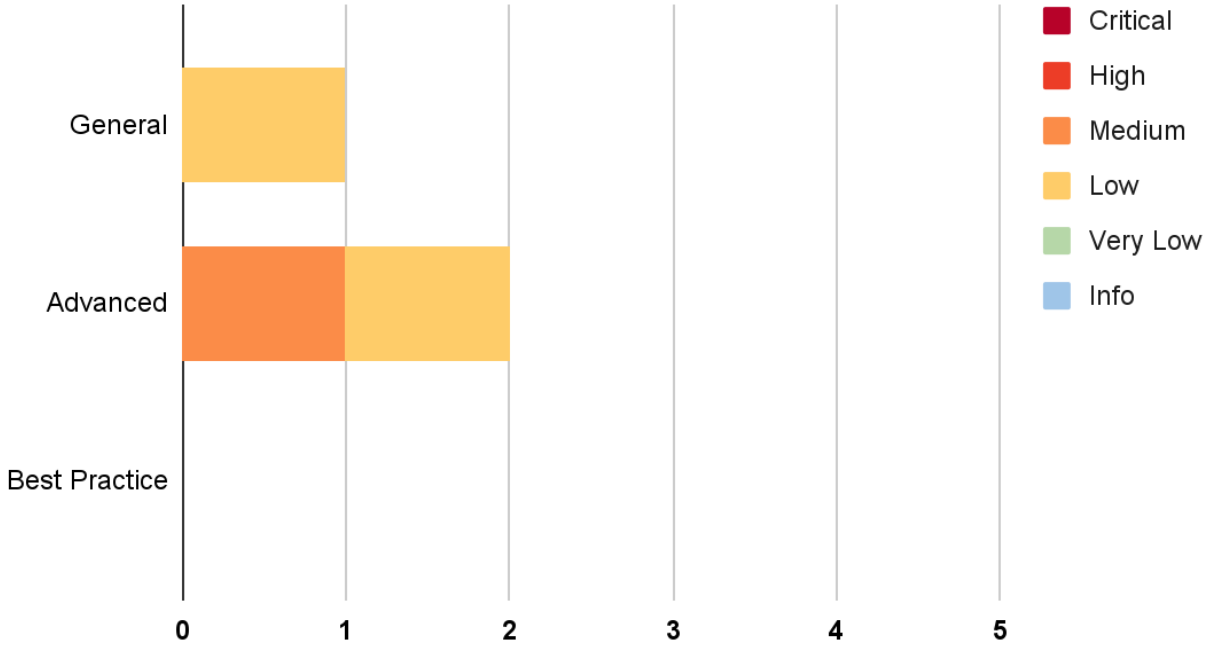
4. Summary of Findings

The following charts show the number of the issues found during the assessment and the issues acknowledged in the reassessment, categorized into three categories: **General**, **Advanced**, and **Best Practice**.

Assessment:



Reassessment:



The statuses of the issues are defined as follows:

Status	Description
Resolved	The issue has been resolved and has no further complications.
Resolved *	The issue has been resolved with mitigations and clarifications. For the clarification or mitigation detail, please refer to Chapter 5.
Acknowledged	The issue's risk has been acknowledged and accepted.
No Security Impact	The best practice recommendation has been acknowledged.

The information and status of each issue can be found in the following table:

ID	Title	Category	Severity	Status
IDX-001	Improper Offer Acceptance	Advanced	High	Resolved
IDX-002	Lack of NFT Listing State Validation	Advanced	High	Resolved
IDX-003	Upgradability of Solana Program	General	High	Resolved *
IDX-004	Centralized Control of State Variable	General	High	Resolved *
IDX-005	Design Flaw in Auction Mechanism	Advanced	Medium	Acknowledged
IDX-006	Unbound Configuration Parameter	Advanced	Low	Acknowledged
IDX-007	Smart Contract with Unpublished Source Code	General	Low	Acknowledged

* The mitigations or clarifications by DAgora can be found in Chapter 5.

5. Detailed Findings Information

5.1. Improper Offer Acceptance

ID	IDX-001
Target	dagora_solana
Category	Advanced Smart Contract Vulnerability
CWE	CWE-840: Business Logic Errors
Risk	**Severity:** High **Impact:** High The attacker, as the NFT seller, can sell their NFT to any buyer by accepting an offer from them. However, the NFT can be bought back from the attacker instantly at a cheap price, resulting in the attacker gaining free money. **Likelihood:** Medium This attack scenario requires a buyer who offers a price that is cheaper than the selling price. After there is an offer, it is likely that the attacker will execute this scenario since there is a very low cost of executing it.
Status	Resolved The DAgora team has resolved this issue by implementing the new vault status design to validate the vault state. This issue has been resolved.

5.1.1. Description

The `create_offer()` function on the DAgora NFT marketplace allows a buyer to make an offer to purchase the NFT at a cheaper price than the selling price.

lib.rs

```
396 pub fn create_offer(
397     ctx: Context<CreateOfferContext>,
398     _package_token: Pubkey,
399     amount: u64,
400 ) -> Result<()> {
401     msg!("DAgora Marketplace: Create Offer Instruction");
402     let buyer = &ctx.accounts.buyer;
403     let order_account = &mut ctx.accounts.order_account;
404 
405     let vault_authority_account = &ctx.accounts.vault_authority_account;
406     let listing_account = &ctx.accounts.listing_account;
407     let buyer_package_token_account =
```

```
&ctx.accounts.buyer_package_token_account;

    order_account.order_type = OrderType::Offer;
    order_account.nonce = *ctx.bumps.get("order_account").unwrap();
    order_account.vault_account = listing_account.vault_account;
    order_account.buyer = *buyer.to_account_info().key;
    order_account.listing_account = *listing_account.to_account_info().key;
    order_account.amount = amount;

    if amount >= listing_account.amount {
        order_account.status = OrderStatus::Accept;
    } else {
        order_account.status = OrderStatus::Created;
    }

    approve_token(&buyer.to_account_info(),
&buyer_package_token_account.to_account_info(),
&vault_authority_account.to_account_info(), amount, &[])?;

    emit!(CreateOfferEvent{
        amount
    });

    Ok(())
}
```

In the case that the attacker is a seller, when there is an offer coming to them, the attacker can offer themselves with a lower price through the `create_offer()` function, then accept both offers with the `accept_offer()` function.

lib.rs

```
pub fn accept_offer(
    ctx: Context<AcceptOfferContext>
) -> Result<()> {
    msg!("DAgora Marketplace: Accept Offer Instruction");
    let order_account = &mut ctx.accounts.order_account;

    order_account.status = OrderStatus::Accept;

    emit!(AcceptOfferEvent{});
    Ok(())
}
```

The `execute_order()` function allows any user to execute this function to transfer the NFT or vault account ownership to the buyer and receive the buyer's token as an exchange.

To attack, the attacker will offer themselves with the lower price bid and then the attacker will execute the highest value offer. After executing the highest bid, the vault ownership will be transferred to the buyer and the buyer's token will be transferred to the attacker. The attacker will then execute the lowest bid, the vault ownership will be transferred back to the attacker, and the token will be transferred back to the buyer for the first time.

lib.rs

```
455 pub fn execute_order<'info>(
456     ctx: Context<'_, '_, '_, 'info, ExecuteOrderContext<'info>>,
457     package_token: Pubkey,
458 ) -> Result<()>{
459     msg!("DAgora Marketplace: Execute Order Instruction");
460 
461     let package_account = &ctx.accounts.package_account;
462     let order_account = &ctx.accounts.order_account;
463 
464     let vault_account = &ctx.accounts.vault_account;
465     let vault_account_key = vault_account.key();
466 
467     let vault_authority_account = &ctx.accounts.vault_authority_account;
468 
469     let buyer_package_token_account =
    &ctx.accounts.buyer_package_token_account;
470     let fee_owner_token_address = &ctx.accounts.fee_owner_token_address;
471     let seller_package_token_account =
    &ctx.accounts.seller_package_token_account;
472 
473     let seeds: &[&[_]] = &[AUTHORITY_SEED, &vault_account_key.as_ref(),
    &[vault_account.authority_nonce]];
474 
475     let (system_fee, amount_after_sub_system_fee) =
    order_account.split_amount(package_account.market_fee,
    package_account.claim_fee);
476 
477     // transfer system fee
478     transfer_token(
479         vault_authority_account,
480         &buyer_package_token_account.to_account_info(),
481         &fee_owner_token_address.to_account_info(),
482         system_fee,
483         &[seeds]
484     )?;
485 
486     let account_iter = &mut ctx.remaining_accounts.iter();
487 
488     let mut total_royalty_fee_transferred: u64 = 0;
```

```
489
490     let vault_account = &ctx.accounts.vault_account;
491
492     if vault_account.vault_type == VaultType::SingleItem {
493         let from_nft_account_info = next_account_info(account_iter)?;
494         let to_nft_account_info = next_account_info(account_iter)?;
495         let metadata_account_info = next_account_info(account_iter)?;
496
497         require!(from_nft_account_info.key() ==
get_associated_token_address(&vault_account.owner,
&vault_account.nft_mints[0]), ErrorCode::InvalidSellerNftTokenAccount);
498         require!(to_nft_account_info.key() ==
get_associated_token_address(&order_account.buyer,
&vault_account.nft_mints[0]), ErrorCode::InvalidBuyerNftTokenAccount);
499         require!(metadata_account_info.key() ==
find_metadata_account(&vault_account.nft_mints[0]).0,
ErrorCode::InvalidMetadataAccount);

500         transfer_token(vault_authority_account, &from_nft_account_info,
501 &to_nft_account_info, 1, &[seeds])?;

502         if !metadata_account_info.data_is_empty() {
503             total_royalty_fee_transferred = transfer_royalty_fee(account_iter,
504 metadata_account_info, vault_authority_account, buyer_package_token_account,
&package_token, amount_after_sub_system_fee, &[seeds])?;
            }
505     } else {
506         if vault_account.total_royalty_fee > 0 {
507             let vault_royalty_fee_owner = next_account_info(account_iter)?;
508             require!(vault_royalty_fee_owner.key() ==
509 get_associated_token_address(&vault_authority_account.key(), &package_token),
ErrorCode::InvalidVaultRoyaltyFeeOwner);
             let royalty_fee = package_account.royalty_fee;
510
511             total_royalty_fee_transferred =
512 amount_after_sub_system_fee.checked_mul(royalty_fee.into()).unwrap().checked_di
v(PERCENT.into()).unwrap();
513
514             transfer_token(vault_authority_account,
buyer_package_token_account, vault_royalty_fee_owner,
total_royalty_fee_transferred, &[seeds])?;
515         }
516     }
517
518     // transfer amount to seller
519     transfer_token(
520         vault_authority_account,
```

```
521             &buyer_package_token_account.to_account_info(),
522             &seller_package_token_account.to_account_info(),
523
    amount_after_sub_system_fee.checked_sub(total_royalty_fee_transferred).unwrap()
524 ,
525             &[seeds]
526         )?;
527
        let vault_account = &mut ctx.accounts.vault_account;
528
529         vault_account.owner = order_account.buyer;
530         vault_account.status = VaultStatus::Sold;
531
532         Ok(())
533 }
```

As a result, the attacker can gain the profit without losing the NFT. This can be summarized as the example step below.

1. The attacker sells NFT as multi-typing for $150.
2. Alice offered to buy the NFT for $100.
3. The attacker offered to buy the NFT for $1.
4. The attacker accepts Alice's order and the attacker's order.
5. The attacker executes Alice's order to take $100 and transfer the vault account ownership to Alice.
6. The attacker executes the attacker's order to transfer $1 to Alice and transfers the vault account ownership back to the attacker.

In this scenario, the attacker keeps the NFT but makes a profit of $99.

5.1.2. Remediation

Inspex suggests adding the condition to verify that the `vault_account.status` is `OnSale` at the `execute_order()` function, so whenever the buying process has been executed, the `vault_account.status` state will be changed to `VaultStatus::Sold`. Therefore, the `execute_order()` function will not be able to be executed again.

instructions.rs

```
573 #[derive(Accounts)]
574 #[instruction(package_token: Pubkey)]
575 pub struct ExecuteOrderContext<'info> {
576   #[account(
577     seeds = [
578       package_token.key().as_ref()
579     ],
580     bump = package_account.nonce,
```

```
581       constraint = package_account.is_active @ErrorCode::PackageNotActiveYet,
582     )]
583     pub package_account: Box<Account<'info, PackageInfo>>,
584 
585     #[account(
586       mut,
587       constraint = vault_account.package_token == package_token
    @ErrorCode::InvalidPackageAccount,
588       constraint = vault_account.status == VaultStatus::OnSale
    @ErrorCode::InvalidVaultStatus,
589     )]
590     pub vault_account: Account<'info, VaultInfo>,
591 
592     /// CHECK: Authority of Vault account
593     #[account(
594       seeds = [
595         AUTHORITY_SEED,
596         vault_account.to_account_info().key.as_ref()
597       ],
598       bump = vault_account.authority_nonce
599     )]
600     pub vault_authority_account: AccountInfo<'info>,
601 
602     #[account(
603       constraint = order_account.vault_account ==
    *vault_account.to_account_info().key @ErrorCode::InvalidVaultAccount,
604 
605       constraint = order_account.status == OrderStatus::Accept
    @ErrorCode::InvalidOrderStatus,
606     )]
607     pub order_account: Box<Account<'info, OrderInfo>>,
608 
609     /// CHECK: This is not dangerous because we don't read or write from this
    account
610     #[account(
611       mut,
612       address = get_associated_token_address(&order_account.buyer,
    &package_token)
613     )]
614     pub buyer_package_token_account: AccountInfo<'info>,
615 
616     /// CHECK: This is not dangerous because we don't read or write from this
    account
617     #[account(
618       mut,
619       address = get_associated_token_address(&package_account.fee_owner,
    &package_token)
```

```
620   )]
621   pub fee_owner_token_address: AccountInfo<'info>,
622
623   /// CHECK: This is not dangerous because we don't read or write from this
      account
624   #[account(
625     mut,
626     address = get_associated_token_address(&vault_account.owner,
      &package_token)
627   )]
628   pub seller_package_token_account: AccountInfo<'info>,
629
630   /// CHECK: We have checked address
631   #[account(
632     address = TOKEN_PROGRAM_ID
633   )]
634   pub token_program: AccountInfo<'info>,
635 }
```

Please note that the remediation for other issues are not yet applied in the examples above.

5.2. Lack of NFT Listing State Validation

ID	IDX-002
Target	dagora_solana
Category	Advanced Smart Contract Vulnerability
CWE	CWE-840: Business Logic Errors
Risk	**Severity: High** **Impact: High** The seller can withdraw the NFT before calling the `execute_order()` function, resulting in transferring the empty vault (no NFT) to the buyer. **Likelihood: Medium** This issue requires an offer to the attacker's listed NFT from the buyers. All of the funds in the buyer's offer will be stolen.
Status	**Resolved** The DAgora team has resolved this issue by implementing the new vault status design to validate the vault state. This issue has been resolved.

5.2.1. Description

The NFT owner can sell the NFT by creating a vault account with the `create_multi_items_vault()` function and transferring the NFT token to the vault account with the `deposit_item()` function.

lib.rs

```
135 pub fn create_multi_items_vault(
136     ctx: Context<CreateMultiItemsVaultContext>,
137     _vault_path: Vec<u8>,
138     authority_nonce: u8,
139     _mint_size: u16,
140 ) -> Result<()> {
141     msg!("DAgora Marketplace: Create Multi Items Vault Instruction");
142 
143     let owner = &ctx.accounts.owner;
144     let vault = &mut ctx.accounts.vault;
145 
146     vault.authority_nonce = authority_nonce;
147     vault.owner = owner.key();
148     vault.vault_type = VaultType::MultiItems;
149 
150     vault.nft_mints = Vec::new();
```

```
151     vault.status = VaultStatus::Create;
152     vault.total_royalty_fee = 0;
153 
154     Ok(())
155 }
156 
157 pub fn deposit_item(
158     ctx: Context<DepositItemContext>,
159     nft_mint: Pubkey,
160 ) -> Result<()> {
161     msg!("DAgora Marketplace: Deposit Item To Vault Instruction");
162     let owner = &ctx.accounts.owner;
163     let vault_account = &mut ctx.accounts.vault_account;
164     let owner_token_account = &ctx.accounts.owner_token_account;
165     let vault_token_account = &ctx.accounts.vault_token_account;
166     let metadata_account = &ctx.accounts.metadata_account;
167 
168     transfer_token(owner, owner_token_account, vault_token_account, 1, &[])?;
169 
170     let nft_mints = &mut vault_account.nft_mints;
171     nft_mints.push(nft_mint);
172 
173     if !metadata_account.data_is_empty() {
174         let metadata: Metadata =
    Metadata::from_account_info(metadata_account).unwrap();
175 
176         if metadata.data.seller_fee_basis_points > 0 {
177             vault_account.total_royalty_fee =
    vault_account.total_royalty_fee.checked_add(metadata.data.seller_fee_basis_poin
    ts.into()).unwrap();
178         }
179     }
180 
181     emit!(DepositItemEvent{
182         nft_mint
183     });
184 
185     Ok(())
186 }
```

When the buyer uses the `create_offer()` function to make an offer to the NFT that is on selling, the buyer's token account will be approved to the vault account in order to transfer the token later when the selling process is completed.

lib.rs

```
396 pub fn create_offer(
397     ctx: Context<CreateOfferContext>,
398     _package_token: Pubkey,
399     amount: u64,
400 ) -> Result<()> {
401     msg!("DAgora Marketplace: Create Offer Instruction");
402     let buyer = &ctx.accounts.buyer;
403     let order_account = &mut ctx.accounts.order_account;
404 
405     let vault_authority_account = &ctx.accounts.vault_authority_account;
406     let listing_account = &ctx.accounts.listing_account;
407     let buyer_package_token_account =
    &ctx.accounts.buyer_package_token_account;
408 
409     order_account.order_type = OrderType::Offer;
410     order_account.nonce = *ctx.bumps.get("order_account").unwrap();
411     order_account.vault_account = listing_account.vault_account;
412     order_account.buyer = *buyer.to_account_info().key;
413     order_account.listing_account = *listing_account.to_account_info().key;
414     order_account.amount = amount;
415 
416     if amount >= listing_account.amount {
417         order_account.status = OrderStatus::Accept;
418     } else {
419         order_account.status = OrderStatus::Created;
420     }
421 
422     approve_token(&buyer.to_account_info(),
    &buyer_package_token_account.to_account_info(),
    &vault_authority_account.to_account_info(), amount, &[])?;
423 
424     emit!(CreateOfferEvent{
425         amount
426     });
427 
428     Ok(())
429 }
```

To complete the selling process, the `accept_offer()` and the `execute_order()` functions must be executed respectively in order to transfer the token to the seller and change the vault ownership to the buyer.

lib.rs

```
443 pub fn accept_offer(
444     ctx: Context<AcceptOfferContext>
445 ) -> Result<()> {
446     msg!("DAgora Marketplace: Accept Offer Instruction");
447     let order_account = &mut ctx.accounts.order_account;
448 
449     order_account.status = OrderStatus::Accept;
450 
451     emit!(AcceptOfferEvent{});
452     Ok(())
453 }
454 
455 pub fn execute_order<'info>(
456     ctx: Context<'_, '_, '_, 'info, ExecuteOrderContext<'info>>,
457     package_token: Pubkey,
458 ) -> Result<()>{
459     msg!("DAgora Marketplace: Execute Order Instruction");
460 
461     let package_account = &ctx.accounts.package_account;
462     let order_account = &ctx.accounts.order_account;
463 
464     let vault_account = &ctx.accounts.vault_account;
465     let vault_account_key = vault_account.key();
466 
467     let vault_authority_account = &ctx.accounts.vault_authority_account;
468 
469     let buyer_package_token_account =
    &ctx.accounts.buyer_package_token_account;
470     let fee_owner_token_address = &ctx.accounts.fee_owner_token_address;
471     let seller_package_token_account =
    &ctx.accounts.seller_package_token_account;
472 
473     let seeds: &[&[_]] = &[AUTHORITY_SEED, &vault_account_key.as_ref(),
    &[vault_account.authority_nonce]];
474 
475     let (system_fee, amount_after_sub_system_fee) =
    order_account.split_amount(package_account.market_fee,
    package_account.claim_fee);
476 
477     // transfer system fee
478     transfer_token(
479         vault_authority_account,
480         &buyer_package_token_account.to_account_info(),
481         &fee_owner_token_address.to_account_info(),
482         system_fee,
483         &[seeds]
```

```
484     )?;
485
486     let account_iter = &mut ctx.remaining_accounts.iter();
487
488     let mut total_royalty_fee_transferred: u64 = 0;
489
490     let vault_account = &ctx.accounts.vault_account;
491
492     if vault_account.vault_type == VaultType::SingleItem {
493         let from_nft_account_info = next_account_info(account_iter)?;
494         let to_nft_account_info = next_account_info(account_iter)?;
495         let metadata_account_info = next_account_info(account_iter)?;
496
497         require!(from_nft_account_info.key() ==
    get_associated_token_address(&vault_account.owner,
    &vault_account.nft_mints[0]), ErrorCode::InvalidSellerNftTokenAccount);
498         require!(to_nft_account_info.key() ==
    get_associated_token_address(&order_account.buyer,
    &vault_account.nft_mints[0]), ErrorCode::InvalidBuyerNftTokenAccount);
499         require!(metadata_account_info.key() ==
    find_metadata_account(&vault_account.nft_mints[0]).0,
    ErrorCode::InvalidMetadataAccount);
500
501         transfer_token(vault_authority_account, &from_nft_account_info,
    &to_nft_account_info, 1, &[seeds])?;
502
503         if !metadata_account_info.data_is_empty() {
504             total_royalty_fee_transferred = transfer_royalty_fee(account_iter,
    metadata_account_info, vault_authority_account, buyer_package_token_account,
    &package_token, amount_after_sub_system_fee, &[seeds])?;
505         }
506     } else {
507         if vault_account.total_royalty_fee > 0 {
508             let vault_royalty_fee_owner = next_account_info(account_iter)?;
509             require!(vault_royalty_fee_owner.key() ==
    get_associated_token_address(&vault_authority_account.key(), &package_token),
    ErrorCode::InvalidVaultRoyaltyFeeOwner);
510             let royalty_fee = package_account.royalty_fee;
511
512             total_royalty_fee_transferred =
    amount_after_sub_system_fee.checked_mul(royalty_fee.into()).unwrap().checked_di
    v(PERCENT.into()).unwrap();
513
514             transfer_token(vault_authority_account,
    buyer_package_token_account, vault_royalty_fee_owner,
    total_royalty_fee_transferred, &[seeds])?;
515         }
```

```
516     }
517
518     // transfer amount to seller
519     transfer_token(
520         vault_authority_account,
521         &buyer_package_token_account.to_account_info(),
522         &seller_package_token_account.to_account_info(),
523
amount_after_sub_system_fee.checked_sub(total_royalty_fee_transferred).unwrap()
,
524         &[seeds]
525     )?;
526
527     let vault_account = &mut ctx.accounts.vault_account;
528
529     vault_account.owner = order_account.buyer;
530     vault_account.status = VaultStatus::Sold;
531
532     Ok(())
533 }
```

However, as long as the `execute_order()` function is not executed yet, the seller can still change the vault account status at any time by using the `cancel_listing_for_sale()` function.

lib.rs

```
355 pub fn cancel_listing_for_sale(
356   ctx: Context<CancelListingForSaleContext>
357 ) -> Result<()> {
358   msg!("DAgora Marketplace: Cancel List Item For Sale Instruction");
359   let vault_account = &mut ctx.accounts.vault_account;
360
361   vault_account.status = VaultStatus::Create;
362
363   emit!(CancelListingEvent{});
364
365   Ok(())
366 }
```

It results in the buyer creating an offer, then the seller can accept the offer and cancel the listing NFT before using the `withdraw_item()` function to withdraw the NFT from the vault account and deliver the empty vault to the buyer by executing the `execute_order()` function.

When the buyer offers an order to buy the NFTs, In the case of the vault account created from the `create_multi_items_vault()` function.

1. The seller accepts an offer to change the `order_account.status` to `OrderStatus::Accept`.

2. The seller uses the `cancel_listing_for_sale()` function to cancel the listing for sale, which changes the `vault_account.status` to `VaultStatus::Create`.
3. The seller can execute the `withdraw_item()` function to withdraw the NFT from the vault to the seller.
4. Execute the `execute_order()` function to transfer the user's tokens and change the ownership of the empty vault account to the buyer.

5.2.2. Remediation

Inspex suggests validating that the listing account has been removed or not when executing the `execute_order()` function to prevent the seller from withdrawing the NFT. Moreover, the `execute_order()` function of the program should remove the `listing_account` account after the execution is success, for example:

instructions.rs

```
573 #[derive(Accounts)]
574 #[instruction(package_token: Pubkey)]
575 pub struct ExecuteOrderContext<'info> {
576   #[account(mut)]
577   pub payer: Signer<'info>,
578 
579   #[account(
580     seeds = [
581       package_token.key().as_ref()
582     ],
583     bump = package_account.nonce,
584     constraint = package_account.is_active @ErrorCode::PackageNotActiveYet,
585   )]
586   pub package_account: Box<Account<'info, PackageInfo>>,
587 
588   #[account(
589     mut,
590     constraint = vault_account.package_token == package_token
    @ErrorCode::InvalidPackageAccount,
591   )]
592   pub vault_account: Account<'info, VaultInfo>,
593 
594   /// CHECK: Authority of Vault account
595   #[account(
596     seeds = [
597       AUTHORITY_SEED,
598       vault_account.to_account_info().key.as_ref()
599     ],
600     bump = vault_account.authority_nonce
601   )]
602   pub vault_authority_account: AccountInfo<'info>,
```

```
603
604   #[account(
605     mut,
606     constraint = listing_account.vault_account == vault_account.key()
@ErrorCode::InvalidVaultAccount,
607     close = payer
608   )]
609   pub listing_account: Account<'info, ListingForSaleInfo>,
610
611   #[account(
612     constraint = order_account.vault_account ==
*vault_account.to_account_info().key @ErrorCode::InvalidVaultAccount,
613     constraint = order_account.status == OrderStatus::Accept
@ErrorCode::InvalidOrderStatus,
614     seeds = [
615       listing_account.to_account_info().key.as_ref(),
616       order_account.buyer.as_ref(),
617       &order_account.amount.to_le_bytes()
618     ],
619     bump = order_account.nonce,
620   )]
621   pub order_account: Box<Account<'info, OrderInfo>>,
622
623   /// CHECK: This is not dangerous because we don't read or write from this
account
624   #[account(
625     mut,
626     address = get_associated_token_address(&order_account.buyer,
&package_token)
627   )]
628   pub buyer_package_token_account: AccountInfo<'info>,
629
630   /// CHECK: This is not dangerous because we don't read or write from this
account
631   #[account(
632     mut,
633     address = get_associated_token_address(&package_account.fee_owner,
&package_token)
634   )]
635   pub fee_owner_token_address: AccountInfo<'info>,
636
637   /// CHECK: This is not dangerous because we don't read or write from this
account
638   #[account(
639     mut,
640     address = get_associated_token_address(&vault_account.owner,
&package_token)
```

```
641     )]
642     pub seller_package_token_account: AccountInfo<'info>,
643 
644     /// CHECK: We have checked address
645     #[account(
646       address = TOKEN_PROGRAM_ID
647     )]
648     pub token_program: AccountInfo<'info>,
649 }
```

Please note that the remediation for other issues are not yet applied in the examples above.

5.3. Upgradability of Solana Program

ID	IDX-003
Target	dagora_solana
Category	General Smart Contract Vulnerability
CWE	CWE-284: Improper Access Control
Risk	**Severity: High** **Impact: High** The logic of the affected programs can be arbitrarily changed. This allows the upgrade authority to change the logic of the program in favor of the platform, e.g., transferring the users' funds to the platform owner's account. **Likelihood: Medium** Only the program upgrade authority can redeploy the program to the same program address. However, there is no restriction to prevent the authority from inserting malicious logic.
Status	Resolved * The DAgora team has mitigated this issue by confirming that the upgrade authority will be a multisig account controlled by multiple trusted parties.

5.3.1. Description

Programs on Solana can be deployed through the upgradable BPF loader to make them upgradable, allowing the program's upgrade authority to redeploy the program with the new logic, bug fixes, or upgrades to the same program address.

However, there is no restriction on how and when the program will be upgraded. This opens up an attack surface on the program, allowing the upgrade authority to redeploy the program with malicious logic and gain unfair benefits from the users, for example, transferring funds out from the users' accounts.

5.3.2. Remediation

Inspex suggests deploying the program as an immutable program to prevent the program logic from being modified.

However, if the upgradability is needed, Inspex suggests mitigating this issue by the following options:

- Using a multisig account controlled by multiple trusted parties as the upgrade authority
- Implementing a community-run governance to control the redeployment of the program

5.4. Centralized Control of State Variable

ID	IDX-004
Target	dagora_solana
Category	General Smart Contract Vulnerability
CWE	CWE-284: Improper Access Control
Risk	**Severity:** High **Impact:** High The controlling authorities can change the critical state variables to gain additional profit. Thus, it is unfair to the other users. **Likelihood:** Medium There is nothing to restrict the changes from being done; however, this action can only be done by the contract owner.
Status	Resolved * The DAgora team has mitigated this issue by confirming that they will use the multisig account as an authorized party to ensure that all privilege contracts are well prepared since the multisig account's execution requires that a list of members in the authorized party must agree.

5.4.1. Description

Critical state variables can be updated at any time by the controlling authorities. Changes in these variables can cause impacts to the users, so the users should accept or be notified before these changes are effective.

However, there is currently no constraint to prevent the authorities from modifying these variables without notifying the users.

Each package's fee is changed through the `update_package()` function, which can be called by the admin to change the fee at any time.

lib.rs

```
76 #[access_control(verify_root(*ctx.accounts.root.key))]
77 pub fn update_package(
78   ctx: Context<UpdatePackageContext>,
79   fee_owner: Pubkey,
80   is_active: bool,
81   market_fee: u16,
82   claim_fee: u64,
83   royalty_fee: u16,
84 ) -> Result<()> {
```

```
85    msg!("DAgora Marketplace: Update Package Instruction");
86
87    let package_account = &mut ctx.accounts.package_account;
88
89    package_account.fee_owner = fee_owner;
90    package_account.is_active = is_active;
91    package_account.market_fee = market_fee;
92    package_account.claim_fee = claim_fee;
93    package_account.royalty_fee= royalty_fee;
94
95    emit!(UpdatePackageEvent{
96      fee_owner,
97      is_active,
98      market_fee,
99      claim_fee,
100     royalty_fee
101   });
102
103   Ok(())
104 }
```

5.4.2. Remediation

In the ideal case, the critical state variables should not be modifiable to keep the integrity of the program. However, if modifications are needed, Inspex suggests limiting the use of these functions by the following options:

- Using a multisig account controlled by multiple trusted parties to ensure that the changes of critical states are well prepared
- Implementing a community-run governance to control the use of these functions

5.5. Design Flaw in Auction Mechanism

ID	IDX-005
Target	dagora_solana
Category	Advanced Smart Contract Vulnerability
CWE	CWE-840: Business Logic Errors
Risk	**Severity:** Medium **Impact:** Medium The NFT seller will lose their NFT, which will be permanently locked in the vault account. The impact was reduced to medium after the reassessment because the NFT seller was able to withdraw the NFT from the vault account when the vault status changed to canceled due to the failed auction.The remaining impact is that the highest bidder could still revoke the ATA's permission to make any auction fail. **Likelihood:** Medium It is likely that this attack scenario will happen since the attacker can simply bid any amount to the auction NFT. When the auction is about to end, the attacker can revoke the account delegation to the vault authority, resulting in being unable to transfer the bidder's token to the seller.
Status	**Acknowledged** The DAgora team has partially resolved this issue by implementing the bidder delegate validation, which checks if the bidder has sufficient tokens. The remaining concern is that when the auction period is over, the highest bidder can still revoke the ATA permission that was granted for the `vault_authority_account` account, and the `execute_order()` function will fail to transfer the token. This could cause any auction to fail.

5.5.1. Description

The DAgora marketplace allows sellers to place their NFTs up for auction in a period of time. After that, any user can place a bid through the `place_a_bid()` function, and the NFT will be transferred to the user who has the highest bid amount when the auction ends by the platform admin calling the `end_bid()` and `execute_order()` functions respectively.

Basically, when the user places a bid for an auction via the `place_a_bid()` function, the buyer's ATA (associated token account) will approve the `vault_authority_account` account in order to allow the `vault_authority_account` account to transfer the buyer's token to the seller, at line 325.

lib.rs

```
295 pub fn place_a_bid(
296   ctx: Context<PlaceABidContext>,
```

```
297   _package_token: Pubkey,
298   amount: u64,
299 ) -> Result<()> {
300   msg!("DAgora Marketplace: Place A Bid Instruction");
301
302   let buyer = &ctx.accounts.buyer;
303   let listing_account = &ctx.accounts.listing_account;
304   let vault_authority_account = &ctx.accounts.vault_authority_account;
305   let order_account = &mut ctx.accounts.order_account;
306   let buyer_package_token_account = &ctx.accounts.buyer_package_token_account;
307
308   order_account.buyer = *buyer.to_account_info().key;
309   order_account.amount = amount;
310
311   let current_time = Clock::get().unwrap().unix_timestamp;
312
313   if listing_account.start_time > 0 {
314     require!(current_time >= listing_account.start_time.try_into().unwrap(),
ErrorCode::InvalidAuctionTime);
315   }
316
317   if listing_account.end_time > 0 {
318     require!(current_time <= listing_account.end_time.try_into().unwrap(),
ErrorCode::InvalidAuctionTime);
319   }
320
321   if amount >= listing_account.buy_immediate_amount {
322     order_account.status = OrderStatus::Accept;
323   }
324
325   approve_token(&buyer.to_account_info(),
&buyer_package_token_account.to_account_info(),
&vault_authority_account.to_account_info(), amount, &[])?;
326
327   emit!(PlaceABidEvent{
328     amount
329   });
330
331   Ok(())
332 }
```

When the auction period is over, the platform's owner will call the `end_bid()` function to end an auction and change the`order_account.status` to `OrderStatus::Accept` which is shown below in line 346.

lib.rs

```
335 pub fn end_bid(
336   ctx: Context<EndBidContext>,
```

```
337 ) -> Result<()> {
338   msg!("DAgora Marketplace: End Bid Instruction");
339
340   let order_account = &mut ctx.accounts.order_account;
341   let listing_account = &ctx.accounts.listing_account;
342
343   let current_time = Clock::get().unwrap().unix_timestamp;
344
345   if current_time > listing_account.end_time.try_into().unwrap() &&
    order_account.amount > listing_account.start_amount {
346     order_account.status = OrderStatus::Accept;
347   }
348
349   emit!(EndBidEvent{
350   });
351
352   Ok(())
353 }
```

Before the auction period is over, the highest bidder can revoke the ATA (associated token account) permission that was granted for the `vault_authority_account` account, the `execute_order()` function will fail to transfer the token.

In addition, if the token in the wallet of highest bidder is not enough, the `execute_order()` function will also fail to transfer the token as shown in lines 478 - 484 and 519 - 525.

lib.rs

```
455 pub fn execute_order<'info>(
456   ctx: Context<'_, '_, '_, 'info, ExecuteOrderContext<'info>>,
457   package_token: Pubkey,
458 ) -> Result<()>{
459   msg!("DAgora Marketplace: Execute Order Instruction");
460
461   let package_account = &ctx.accounts.package_account;
462   let order_account = &ctx.accounts.order_account;
463
464   let vault_account = &ctx.accounts.vault_account;
465   let vault_account_key = vault_account.key();
466
467   let vault_authority_account = &ctx.accounts.vault_authority_account;
468
469   let buyer_package_token_account = &ctx.accounts.buyer_packag_token_account;
470   let fee_owner_token_address = &ctx.accounts.fee_owner_token_address;
471   let seller_package_token_account =
    &ctx.accounts.seller_package_token_account;
472
```

```
473   let seeds: &[&[_]] = &[AUTHORITY_SEED, &vault_account_key.as_ref(),
      &[vault_account.authority_nonce]];
474
475   let (system_fee, amount_after_sub_system_fee) =
      order_account.split_amount(package_account.market_fee,
      package_account.claim_fee);
476
477   // transfer system fee
478   transfer_token(
479     vault_authority_account,
480     &buyer_package_token_account.to_account_info(),
481     &fee_owner_token_address.to_account_info(),
482     system_fee,
483     &[seeds]
484   )?;
485
486   let account_iter = &mut ctx.remaining_accounts.iter();
487
488   let mut total_royalty_fee_transferred: u64 = 0;
489
490   let vault_account = &ctx.accounts.vault_account;
491
492   if vault_account.vault_type == VaultType::SingleItem {
493     let from_nft_account_info = next_account_info(account_iter)?;
494     let to_nft_account_info = next_account_info(account_iter)?;
495     let metadata_account_info = next_account_info(account_iter)?;
496
497     require!(from_nft_account_info.key() ==
      get_associated_token_address(&vault_account.owner,
      &vault_account.nft_mints[0]), ErrorCode::InvalidSellerNftTokenAccount);
498     require!(to_nft_account_info.key() ==
      get_associated_token_address(&order_account.buyer,
      &vault_account.nft_mints[0]), ErrorCode::InvalidBuyerNftTokenAccount);
499     require!(metadata_account_info.key() ==
      find_metadata_account(&vault_account.nft_mints[0]).0,
      ErrorCode::InvalidMetadataAccount);
500
501     transfer_token(vault_authority_account, &from_nft_account_info,
      &to_nft_account_info, 1, &[seeds])?;
502
503     if !metadata_account_info.data_is_empty() {
504       total_royalty_fee_transferred = transfer_royalty_fee(account_iter,
      metadata_account_info, vault_authority_account, buyer_package_token_account,
      &package_token, amount_after_sub_system_fee, &[seeds])?;
505     }
506   } else {
507     if vault_account.total_royalty_fee > 0 {
```

```
508         let vault_royalty_fee_owner = next_account_info(account_iter)?;
509         require!(vault_royalty_fee_owner.key() ==
    get_associated_token_address(&vault_authority_account.key(), &package_token),
    ErrorCode::InvalidVaultRoyaltyFeeOwner);
510         let royalty_fee = package_account.royalty_fee;
511
512         total_royalty_fee_transferred =
    amount_after_sub_system_fee.checked_mul(royalty_fee.into()).unwrap().checked_di
    v(PERCENT.into()).unwrap();
513
514         transfer_token(vault_authority_account, buyer_package_token_account,
    vault_royalty_fee_owner, total_royalty_fee_transferred, &[seeds])?;
515       }
516     }
517
518     // transfer amount to seller
519     transfer_token(
520       vault_authority_account,
521       &buyer_package_token_account.to_account_info(),
522       &seller_package_token_account.to_account_info(),
523   amount_after_sub_system_fee.checked_sub(total_royalty_fee_transferred).unwrap()
    ,
524       &[seeds]
525     )?;
526
527     let vault_account = &mut ctx.accounts.vault_account;
528
529     vault_account.owner = order_account.buyer;
530     vault_account.status = VaultStatus::Sold;
531
532     Ok(())
533 }
```

Moreover, when the auction ends, the seller will not be able to cancel the auction due to the amount state of the `bid_account` account being updated as shown in line 386.

lib.rs

```
368 pub fn cancel_listing_for_auction(
369   ctx: Context<CancelListingForAuctionContext>
370 ) -> Result<()> {
371   msg!("DAgora Marketplace: Cancel List Item For Sale Instruction");
372
373   let listing_account = &ctx.accounts.listing_account;
374   let bid_account = &ctx.accounts.bid_account;
375   let vault_account = &mut ctx.accounts.vault_account;
376
377   let current_time = Clock::get().unwrap().unix_timestamp;
```

```
378
379   if vault_account.status == VaultStatus::Sold {
380     return Ok(());
381   }
382
383   vault_account.status = VaultStatus::Create;
384
385   if current_time > listing_account.end_time.try_into().unwrap() {
386     require!(bid_account.amount == listing_account.start_amount,
    ErrorCode::InvalidAuctionTime);
387   } else {
388     require!(current_time < listing_account.start_time.try_into().unwrap(),
    ErrorCode::InvalidAuctionTime);
389   }
390
391   emit!(CancelListingEvent{});
392
393   Ok(())
394 }
```

As a result, the seller will lose their NFT, which will be permanently locked in the vault account.

5.5.2. Remediation

Inspex suggests implementing the mechanism to ensure that the seller can withdraw the NFT. For example:

- Implementing the bidding wallet to ensure that the bidder will have enough tokens to bid.
- The `end_bid()` function should ensure that the bidder has sufficient tokens. If the bidding fails, the owner will be able to transfer an NFT from the vault.

5.6. Unbound Configuration Parameter

ID	IDX-006
Target	dagora_solana
Category	Advanced Smart Contract Vulnerability
CWE	CWE-840: Business Logic Errors
Risk	**Severity:** Low **Impact:** Medium The token package's fee (payment token) can be set up to 100%, which means that the entire token amount from buying NFT is paid to the market fee, leaving the NFT seller to receive nothing. **Likelihood:** Low The fee attribute of each token package (payment token) can only be set by the owner of the DAgora marketplace program whose addresses are whitelisted in the `ROOT_KEYS` variable.
Status	**Acknowledged** The DAgora team has partially resolved this issue by implementing the bound configuration for the suggested parameters except the `claimFee` according to the business design.

5.6.1. Description

The DAgora marketplace is the middleman platform for exchanging NFT that allows users to buy and sell the NFT and charges exchange fees.

The buyer will pay a platform and a creator fee for each NFT trade on the DAgora marketplace, where the fee is different for each package generated by the platform owner. That is shown in the source code by line 475.

lib.rs

```
455 pub fn execute_order<'info>(
456   ctx: Context<'_, '_, '_, 'info, ExecuteOrderContext<'info>>,
457   package_token: Pubkey,
458 ) -> Result<()>{
459   msg!("DAgora Marketplace: Execute Order Instruction");
460
461   let package_account = &ctx.accounts.package_account;
462   let order_account = &ctx.accounts.order_account;
463
464   let vault_account = &ctx.accounts.vault_account;
465   let vault_account_key = vault_account.key();
```

```
466
467   let vault_authority_account = &ctx.accounts.vault_authority_account;
468
469   let buyer_package_token_account = &ctx.accounts.buyer_package_token_account;
470   let fee_owner_token_address = &ctx.accounts.fee_owner_token_address;
471   let seller_package_token_account =
      &ctx.accounts.seller_package_token_account;
472
473   let seeds: &[&[_]] = &[AUTHORITY_SEED, &vault_account_key.as_ref(),
      &[vault_account.authority_nonce]];
474
475   let (system_fee, amount_after_sub_system_fee) =
      order_account.split_amount(package_account.market_fee,
      package_account.claim_fee);
476
477   // transfer system fee
478   transfer_token(
479     vault_authority_account,
480     &buyer_package_token_account.to_account_info(),
481     &fee_owner_token_address.to_account_info(),
482     system_fee,
483     &[seeds]
484   )?;
485
486   let account_iter = &mut ctx.remaining_accounts.iter();
487
488   let mut total_royalty_fee_transferred: u64 = 0;
489
490   let vault_account = &ctx.accounts.vault_account;
491
492   if vault_account.vault_type == VaultType::SingleItem {
493     let from_nft_account_info = next_account_info(account_iter)?;
494     let to_nft_account_info = next_account_info(account_iter)?;
495     let metadata_account_info = next_account_info(account_iter)?;
496
497     require!(from_nft_account_info.key() ==
      get_associated_token_address(&vault_account.owner,
      &vault_account.nft_mints[0]), ErrorCode::InvalidSellerNftTokenAccount);
498     require!(to_nft_account_info.key() ==
      get_associated_token_address(&order_account.buyer,
      &vault_account.nft_mints[0]), ErrorCode::InvalidBuyerNftTokenAccount);
499     require!(metadata_account_info.key() ==
      find_metadata_account(&vault_account.nft_mints[0]).0,
      ErrorCode::InvalidMetadataAccount);
500
501     transfer_token(vault_authority_account, &from_nft_account_info,
      &to_nft_account_info, 1, &[seeds])?;
```

```
502
503     if !metadata_account_info.data_is_empty() {
504       total_royalty_fee_transferred = transfer_royalty_fee(account_iter,
metadata_account_info, vault_authority_account, buyer_package_token_account,
&package_token, amount_after_sub_system_fee, &[seeds])?;
505     }
506   } else {
507     if vault_account.total_royalty_fee > 0 {
508       let vault_royalty_fee_owner = next_account_info(account_iter)?;
509       require!(vault_royalty_fee_owner.key() ==
get_associated_token_address(&vault_authority_account.key(), &package_token),
ErrorCode::InvalidVaultRoyaltyFeeOwner);
510       let royalty_fee = package_account.royalty_fee;
511
512       total_royalty_fee_transferred =
amount_after_sub_system_fee.checked_mul(royalty_fee.into()).unwrap().checked_di
v(PERCENT.into()).unwrap();
513
514       transfer_token(vault_authority_account, buyer_package_token_account,
vault_royalty_fee_owner, total_royalty_fee_transferred, &[seeds])?;
515     }
516   }
517
518   // transfer amount to seller
519   transfer_token(
520     vault_authority_account,
521     &buyer_package_token_account.to_account_info(),
522     &seller_package_token_account.to_account_info(),
523
amount_after_sub_system_fee.checked_sub(total_royalty_fee_transferred).unwrap()
,
524     &[seeds]
525   )?;
526
527   let vault_account = &mut ctx.accounts.vault_account;
528
529   vault_account.owner = order_account.buyer;
530   vault_account.status = VaultStatus::Sold;
531
532   Ok(())
533 }
```

Since the `update_package()` function does not have an update boundary, the platform owner can change the fee value up to the `PERCENT` constant. Therefore, the seller would receive nothing because the platform fee might be as high as 100% of the NFT price.

lib.rs

```
76  #[access_control(verify_root(*ctx.accounts.root.key))]
77  pub fn update_package(
78    ctx: Context<UpdatePackageContext>,
79    fee_owner: Pubkey,
80    is_active: bool,
81    market_fee: u16,
82    claim_fee: u64,
83    royalty_fee: u16,
84  ) -> Result<()> {
85    msg!("DAgora Marketplace: Update Package Instruction");
86
87    let package_account = &mut ctx.accounts.package_account;
88
89    package_account.fee_owner = fee_owner;
90    package_account.is_active = is_active;
91    package_account.market_fee = market_fee;
92    package_account.claim_fee = claim_fee;
93    package_account.royalty_fee= royalty_fee;
94
95    emit!(UpdatePackageEvent{
96      fee_owner,
97      is_active,
98      market_fee,
99      claim_fee,
100     royalty_fee
101   });
102
103   Ok(())
104 }
```

5.6.2. Remediation

Inspex suggests adding input validation to ensure that the input fee does not exceed the possible maximum fee cap by declaring the constant variable max fee for an individual state, which the potential value will follow by the DAgora business model. For example,

constants.rs

```
3  pub const ROOT_KEYS: &[&str] =
   &["GnzQDYm2gvwZ8wRVmuwVAeHx5T44ovC735vDgSNhumzQ"];
4  pub const TOKEN_PROGRAM_ID: Pubkey = Pubkey::new_from_array([6, 221, 246, 225,
   215, 101, 161, 147, 217, 203, 225, 70, 206, 235, 121, 172, 28, 180, 133, 237,
   95, 91, 55, 145, 58, 140, 245, 133, 126, 255, 0, 169]);
5  pub const TOKEN_METADATA_PROGRAM_ID: Pubkey = Pubkey::new_from_array([6, 221,
   246, 225, 215, 101, 161, 147, 217, 203, 225, 70, 206, 235, 121, 172, 28, 180,
   133, 237, 95, 91, 55, 145, 58, 140, 245, 133, 126, 255, 0, 169]);
6
```

```rust
pub const AUTHORITY_SEED: &[u8] = b"authority";

pub const PERCENT: u16 = 10000;

pub const TOTAL_ROYALTY_FEE: u16 = 2000;

pub const ROYALTY_FEE_CAP: u16 = 2000;
pub const MARKET_FEE_CAP: u16 = 500;
pub const CLAIM_FEE_CAP: u16 = 100;
```

lib.rs

```rust
#[access_control(verify_root(*ctx.accounts.root.key))]
pub fn update_package(
  ctx: Context<UpdatePackageContext>,
  fee_owner: Pubkey,
  is_active: bool,
  market_fee: u16,
  claim_fee: u64,
  royalty_fee: u16,
) -> Result<()> {
  require!(market_fee <= MARKET_FEE_CAP, ErrorCode::InvalidFeeCap);
  require!(claim_fee <= CLAIM_FEE_CAP, ErrorCode::InvalidFeeCap);
  require!(royalty_fee <= ROYALTY_FEE_CAP, ErrorCode::InvalidFeeCap);

  msg!("DAgora Marketplace: Update Package Instruction");

  let package_account = &mut ctx.accounts.package_account;

  package_account.fee_owner = fee_owner;
  package_account.is_active = is_active;
  package_account.market_fee = market_fee;
  package_account.claim_fee = claim_fee;
  package_account.royalty_fee= royalty_fee;

  emit!(UpdatePackageEvent{
    fee_owner,
    is_active,
    market_fee,
    claim_fee,
    royalty_fee
  });

  Ok(())
}
```

5.7. Smart Contract with Unpublished Source Code

ID	IDX-007
Target	dagora_solana
Category	General Smart Contract Vulnerability
CWE	CWE-1006: Bad Coding Practices
Risk	**Severity:** Low **Impact:** Medium The logic of the smart contract may not align with the user's understanding, causing undesired actions to be taken when the user interacts with the smart contract. **Likelihood:** Low The possibility for the users to misunderstand the functionalities of the contract is not very high with the help of the documentation and user interface.
Status	**Acknowledged** The Coin98 team has acknowledged this issue and decided not to publish the source code because the team wants to protect their intellectual property.

5.7.1. Description

The smart contract source code is not publicly published, so the users will not be able to easily verify the correctness of the functionalities and the logic of the smart contract by themselves. Therefore, it is possible that the user's understanding of the smart contract does not align with the actual implementation, leading to undesired actions on interacting with the smart contract.

5.7.2. Remediation

Inspex suggests publishing the contract source code through a public code repository or verifying the smart contract source code on the blockchain explorer so that the users can easily read and understand the logic of the smart contract by themselves.

6. Appendix

6.1. About Inspex

Inspex is formed by a team of cybersecurity experts highly experienced in various fields of cybersecurity. We provide blockchain and smart contract professional services at the highest quality to enhance the security of our clients and the overall blockchain ecosystem.

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