

# Audit Report

# Pepega

May 2023

SHA256

fe4d28232102e3e9120bad69e7c59d4a5e99cda26f3d3d7d829b478e601d0b72

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## **Review**

Contract Name	Pepega
Testing Deploy	https://testnet.bscscan.com/address/0x60b62fdaa8aa862c2b98 26c8d356a1371b0595a0
Symbol	\$PEPEGA
Decimals	18
Total Supply	1,000,000,000

# **Audit Updates**

Initial Audit	14 May 2023
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### **Source Files**

Filename	SHA256
contracts/testingDeploy/PEPEGA.sol	fe4d28232102e3e9120bad69e7c59d4a5e 99cda26f3d3d7d829b478e601d0b72

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# **Findings Breakdown**



Severity	Unresolved	Acknowledged	Resolved	Other
<ul><li>Critical</li></ul>	0	0	0	0
<ul><li>Medium</li></ul>	0	0	0	0
Minor / Informative	12	0	0	0



# **Analysis**

CriticalMediumMinor / InformativePass

Severity	Code	Description	Status
•	ST	Stops Transactions	Unresolved
•	OCTD	Transfers Contract's Tokens	Passed
•	OTUT	Transfers User's Tokens	Passed
•	ELFM	Exceeds Fees Limit	Passed
•	ULTW	Transfers Liquidity to Team Wallet	Passed
•	MT	Mints Tokens	Passed
•	BT	Burns Tokens	Passed
•	ВС	Blacklists Addresses	Passed



#### **ST - Stops Transactions**

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L930
Status	Unresolved

#### Description

The contract's transactions are disabled by default. Once the contract owner enables them, it will not be possible to be disabled again.

```
if (!tradingActive) {
    require(
        _isExcludedFromFees[from] || _isExcludedFromFees[to],
        "Trading is not active."
    );
}
```

#### Recommendation

The team should carefully manage the private keys of the owner's account. We strongly recommend a powerful security mechanism that will prevent a single user from accessing the contract admin functions. Some suggestions are:

- Introduce a multi-sign wallet so that many addresses will confirm the action.
- Introduce a governance model where users will vote about the actions.



# **Diagnostics**

Critical
 Medium
 Minor / Informative

Severity	Code	Description	Status
•	FAI	Fees Amount Inconsistency	Unresolved
•	PTRP	Potential Transfer Revert Propagation	Unresolved
•	PVC	Price Volatility Concern	Unresolved
•	RSML	Redundant SafeMath Library	Unresolved
•	L04	Conformance to Solidity Naming Conventions	Unresolved
•	L07	Missing Events Arithmetic	Unresolved
•	L09	Dead Code Elimination	Unresolved
•	L15	Local Scope Variable Shadowing	Unresolved
•	L16	Validate Variable Setters	Unresolved
•	L19	Stable Compiler Version	Unresolved
•	L20	Succeeded Transfer Check	Unresolved



### **FAI - Fees Amount Inconsistency**

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L1066
Status	Unresolved

### Description

The state variable tokensForMarketing accumulate the transaction fees. During the swap() flow the accumulated fees are swapped for ETH and the tokensForMarketing is reset. If the contract owner executes the withdrawToken() method the accumulated fees will be transferred to the owner's address but the tokensForMarketing will not be updated.

#### Recommendation

The team is advised to reset the tokensForMarketing variable when the withdrawToken() is called.



### **PTRP - Potential Transfer Revert Propagation**

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L1065
Status	Unresolved

#### Description

The contract sends funds to a marketingWallet as part of the transfer flow. This address can either be a wallet address or a contract. If the address belongs to a contract then it may revert from incoming payment. As a result, the error will propagate to the token's contract and revert the transfer.

```
payable(marketingWallet).transfer(bnbForMarketing);
```

#### Recommendation

The contract should tolerate the potential revert from the underlying contracts when the interaction is part of the main transfer flow. This could be achived by not allowing set contract addresses or by sending the funds in a non-revertable way.



#### **PVC - Price Volatility Concern**

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L817
Status	Unresolved

#### Description

The contract accumulates tokens from the taxes to swap them for ETH. The variable updateSwapTokensAtAmount sets a threshold where the contract will trigger the swap functionality. If the variable is set to a big number, then the contract will swap a huge amount of tokens for ETH.

It is important to note that the price of the token representing it, can be highly volatile. This means that the value of a price volatility swap involving Ether could fluctuate significantly at the triggered point, potentially leading to significant price volatility for the parties involved.

```
function updateSwapTokensAtAmount(
    uint256 newAmount
) external onlyOwner returns (bool) {
    swapTokensAtAmount = newAmount * (10 ** 18);
    return true;
}
```

#### Recommendation

The contract could ensure that it will not sell more than a reasonable amount of tokens in a single transaction. A suggested implementation could check that the maximum amount should be less than a fixed percentage of the total supply. Hence, the contract will guarantee that it cannot accumulate a huge amount of tokens in order to sell them.



### **RSML - Redundant SafeMath Library**

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol
Status	Unresolved

#### Description

SafeMath is a popular Solidity library that provides a set of functions for performing common arithmetic operations in a way that is resistant to integer overflows and underflows.

Starting with Solidity versions that are greater than or equal to 0.8.0, the arithmetic operations revert on underflow and overflow. As a result, the native functionality of the Solidity operations replaces the SafeMath library. Hence, the usage of the SafeMath library adds complexity, overhead and increases the gas consumption unnecessarily.

```
library SafeMath {...}
```

#### Recommendation

The team is advised to remove the SafeMath library. Since the version of the contract is greater than 0.8.0 then the pure Solidity arithmetic operations produce the same result.

If the previous functionality is required, then the contract could exploit the unchecked { ... } statement.

Read more about the breaking change on https://docs.soliditylang.org/en/v0.8.16/080-breaking-changes.html#solidity-v0-8-0-breaking-changes.



### **L04 - Conformance to Solidity Naming Conventions**

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L576,578,609,651,705,732,746,860 ,865,1087,1093
Status	Unresolved

#### Description

The Solidity style guide is a set of guidelines for writing clean and consistent Solidity code. Adhering to a style guide can help improve the readability and maintainability of the Solidity code, making it easier for others to understand and work with.

The followings are a few key points from the Solidity style guide:

- 1. Use camelCase for function and variable names, with the first letter in lowercase (e.g., myVariable, updateCounter).
- 2. Use PascalCase for contract, struct, and enum names, with the first letter in uppercase (e.g., MyContract, UserStruct, ErrorEnum).
- 3. Use uppercase for constant variables and enums (e.g., MAX\_VALUE, ERROR\_CODE).
- 4. Use indentation to improve readability and structure.
- 5. Use spaces between operators and after commas.
- 6. Use comments to explain the purpose and behavior of the code.
- 7. Keep lines short (around 120 characters) to improve readability.



#### Recommendation

By following the Solidity naming convention guidelines, the codebase increased the readability, maintainability, and makes it easier to work with.

Find more information on the Solidity documentation

https://docs.soliditylang.org/en/v0.8.17/style-guide.html#naming-convention.



#### **L07 - Missing Events Arithmetic**

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L820,833,845,861,866
Status	Unresolved

#### Description

Events are a way to record and log information about changes or actions that occur within a contract. They are often used to notify external parties or clients about events that have occurred within the contract, such as the transfer of tokens or the completion of a task.

It's important to carefully design and implement the events in a contract, and to ensure that all required events are included. It's also a good idea to test the contract to ensure that all events are being properly triggered and logged.

#### Recommendation

By including all required events in the contract and thoroughly testing the contract's functionality, the contract ensures that it performs as intended and does not have any missing events that could cause issues with its arithmetic.



#### L09 - Dead Code Elimination

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L334,798,1036
Status	Unresolved

#### Description

In Solidity, dead code is code that is written in the contract, but is never executed or reached during normal contract execution. Dead code can occur for a variety of reasons, such as:

- Conditional statements that are always false.
- Functions that are never called.
- Unreachable code (e.g., code that follows a return statement).

Dead code can make a contract more difficult to understand and maintain, and can also increase the size of the contract and the cost of deploying and interacting with it.

```
r(account, address(0), amount);
    __afterTokenTransfer(account, address(0), amount);
}

function _approve(
...
    emit Approval(owner, spender, amount);
}

function _beforeTokenTransfer(
    address from,
    address to,
    uint256 amou
...
```

#### Recommendation



To avoid creating dead code, it's important to carefully consider the logic and flow of the contract and to remove any code that is not needed or that is never executed. This can help improve the clarity and efficiency of the contract.



#### L15 - Local Scope Variable Shadowing

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L764
Status	Unresolved

#### Description

Local scope variable shadowing occurs when a local variable with the same name as a variable in an outer scope is declared within a function or code block. When this happens, the local variable "shadows" the outer variable, meaning that it takes precedence over the outer variable within the scope in which it is declared.

```
e);
excludeFromFees(address(0xdea
```

#### Recommendation

It's important to be aware of shadowing when working with local variables, as it can lead to confusion and unintended consequences if not used correctly. It's generally a good idea to choose unique names for local variables to avoid shadowing outer variables and causing confusion.



#### L16 - Validate Variable Setters

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L901
Status	Unresolved

#### Description

The contract performs operations on variables that have been configured on user-supplied input. These variables are missing of proper check for the case where a value is zero. This can lead to problems when the contract is executed, as certain actions may not be properly handled when the value is zero.

RC20: transfer to the zero address")

#### Recommendation

By adding the proper check, the contract will not allow the variables to be configured with zero value. This will ensure that the contract can handle all possible input values and avoid unexpected behavior or errors. Hence, it can help to prevent the contract from being exploited or operating unexpectedly.



#### L19 - Stable Compiler Version

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L16
Status	Unresolved

#### Description

The ^ symbol indicates that any version of Solidity that is compatible with the specified version (i.e., any version that is a higher minor or patch version) can be used to compile the contract. The version lock is a mechanism that allows the author to specify a minimum version of the Solidity compiler that must be used to compile the contract code. This is useful because it ensures that the contract will be compiled using a version of the compiler that is known to be compatible with the code.

```
/**
    * @dev Initia
```

#### Recommendation

The team is advised to lock the pragma to ensure the stability of the codebase. The locked pragma version ensures that the contract will not be deployed with an unexpected version. An unexpected version may produce vulnerabilities and undiscovered bugs. The compiler should be configured to the lowest version that provides all the required functionality for the codebase. As a result, the project will be compiled in a well-tested LTS (Long Term Support) environment.

#### **L20 - Succeeded Transfer Check**

Criticality	Minor / Informative
Location	contracts/testingDeploy/PEPEGA.sol#L1095
Status	Unresolved

### Description

According to the ERC20 specification, the transfer methods should be checked if the result is successful. Otherwise, the contract may wrongly assume that the transfer has been established.

#### Recommendation

The contract should check if the result of the transfer methods is successful. The team is advised to check the SafeERC20 library from the Openzeppelin library.



# **Functions Analysis**

Pepega Token Audit

Contract	Туре	Bases		
	Function Name	Visibility	Mutability	Modifiers
Context	Implementation			
	_msgSender	Internal		
	_msgData	Internal		
Ownable	Implementation	Context		
		Public	✓	-
	owner	Public		-
	renounceOwnership	Public	✓	onlyOwner
	transferOwnership	Public	✓	onlyOwner
	_transferOwnership	Internal	1	
IERC20	Interface			
	totalSupply	External		-
	balanceOf	External		-
	transfer	External	✓	-
	allowance	External		-
	approve	External	✓	-
	transferFrom	External	✓	-



IERC20Metadat	Interface	IERC20		
	name	External		-
	symbol	External		-
	decimals	External		-
ERC20	Implementation	Context, IERC20, IERC20Meta data		
		Public	✓	-
	name	Public		-
	symbol	Public		-
	decimals	Public		-
	totalSupply	Public		-
	balanceOf	Public		-
	transfer	Public	✓	-
	allowance	Public		-
	approve	Public	✓	-
	transferFrom	Public	1	-
	increaseAllowance	Public	✓	-
	decreaseAllowance	Public	✓	-
	_transfer	Internal	✓	
	_mint	Internal	1	
	_burn	Internal	1	



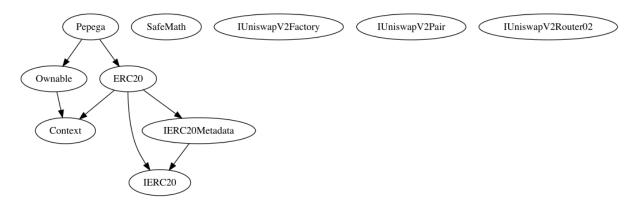
	_approve	Internal	✓	
	_beforeTokenTransfer	Internal	✓	
	_afterTokenTransfer	Internal	✓	
SafeMath	Library			
	tryAdd	Internal		
	trySub	Internal		
	tryMul	Internal		
	tryDiv	Internal		
	tryMod	Internal		
	add	Internal		
	sub	Internal		
	mul	Internal		
	div	Internal		
	mod	Internal		
	sub	Internal		
	div	Internal		
	mod	Internal		
Pepega	Implementation	ERC20, Ownable		
		Public	✓	ERC20
		External	Payable	-
	launched	Internal		



launch	Public	✓	onlyOwner
removeLimits	External	✓	onlyOwner
updateSwapTokensAtAmount	External	1	onlyOwner
updateMaxTxnAmount	External	1	onlyOwner
updateMaxWalletAmount	External	1	onlyOwner
excludeFromMaxTransaction	Public	1	onlyOwner
updateSwapEnabled	External	1	onlyOwner
updateBuyFees	External	1	onlyOwner
updateSellFees	External	1	onlyOwner
excludeFromFees	Public	✓	onlyOwner
setAutomatedMarketMakerPair	Public	✓	onlyOwner
_setAutomatedMarketMakerPair	Private	✓	
updateMarketingWallet	External	1	onlyOwner
isExcludedFromFees	Public		-
_transfer	Internal	1	
swapTokensForBnb	Private	1	
addLiquidity	Private	✓	
swapBack	Private	✓	
airdrop	External	✓	onlyOwner
withdrawETH	External	✓	onlyOwner
withdrawToken	External	✓	onlyOwner

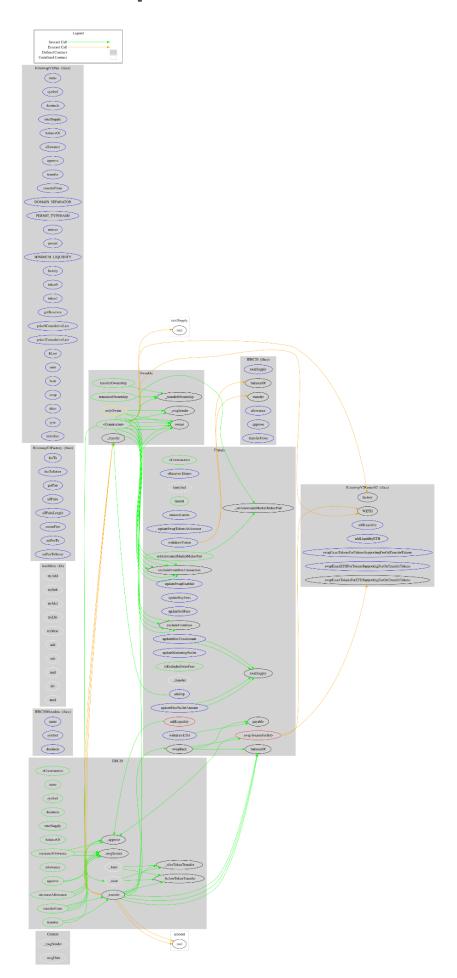


# **Inheritance Graph**





# Flow Graph





## **Summary**

Pepega contract implements a token mechanism. This audit investigates security issues, business logic concerns and potential improvements. There are some functions that can be abused by the owner like stop transactions. A multi-wallet signing pattern will provide security against potential hacks. Temporarily locking the contract or renouncing ownership will eliminate all the contract threats. There is also a limit of max 10% fees.



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Cyberscope is one of the leading smart contract audit firms in the crypto space and has built a high-profile network of clients and partners.

