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**TechRate**

AUDIT COMPANY

# **PufferDeFi**

## **Smart Contract Security Audit**

TechRate

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# Disclaimer

This is a limited report on our findings based on our analysis, in accordance with good industry practice as at the date of this report, in relation to cybersecurity vulnerabilities and issues in the framework and algorithms based on smart contracts, the details of which are set out in this report. In order to get a full view of our analysis, it is crucial for you to read the full report. While we have done our best in conducting our analysis and producing this report, it is important to note that you should not rely on this report and cannot claim against us on the basis of what it says or doesn't say, or how we produced it, and it is important for you to conduct your own independent investigations before making any decisions. We go into more detail on this in the below disclaimer below – please make sure to read it in full.

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The analysis of the security is purely based on the smart contracts alone. No applications or operations were reviewed for security. No product code has been reviewed.

# Background

TechRate was commissioned by **PUFFERDEFI** to perform an audit of smart contracts:

- <https://github.com/pufferdefi/pufferdefi-contracts>

The purpose of the audit was to achieve the following:

- Ensure that the smart contract functions as intended.
- Identify potential security issues with the smart contract.

The information in this report should be used to understand the risk exposure of the smart contract, and as a guide to improve the security posture of the smart contract by remediating the issues that were identified.



# Issues Checking Status

Issue description		Checking status
1.	Compiler errors.	Passed
2.	Race conditions and Reentrancy. Cross-function race conditions.	Passed
3.	Possible delays in data delivery.	Passed
4.	Oracle calls.	Passed
5.	Front running.	Passed
6.	Timestamp dependence.	Passed
7.	Integer Overflow and Underflow.	Passed
8.	DoS with Revert.	Passed
9.	DoS with block gas limit.	Low issues
10.	Methods execution permissions.	Passed
11.	Economy model of the contract.	Passed
12.	The impact of the exchange rate on the logic.	Passed
13.	Private user data leaks.	Passed
14.	Malicious Event log.	Passed
15.	Scoping and Declarations.	Passed
16.	Uninitialized storage pointers.	Passed
17.	Arithmetic accuracy.	Passed
18.	Design Logic.	Medium issues
19.	Cross-function race conditions.	Passed
20.	Safe Open Zeppelin contracts implementation and usage.	Passed
21.	Fallback function security.	Passed

# Security Issues

## ✓ High Severity Issues

No high severity issues found.

## ✓ Medium Severity Issues

### 1. Wrong burning

Issue:

There is sending tokens to the dead address in overridden `_transfer` functions, instead of burning them in token contract.

Recommendation:

There should be a burn instead of sending to the dead address.  
(PufferToken.sol:L106)

## ✓ Low Severity Issues

### 1. Block gas limit

Issue:

`add(uint256 _allocPoint, ...)`, `set(uint256 _pid, ...)` and `updateEmissionRate()` could invoke `massUpdatePools()` function, that can fail due to block gas limit if the pool size is too big.  
(PufferFarm.sol:L256)

### 2. Bad Naming Convention

Issue:

Function name `add` collides with `SafeMath.add`. Solidity suggests a naming convention that should be followed.  
(PufferTimelock.sol:L594)

### 3. Missing Events for Significant Transactions

Issue:

Function `rebalance` updates `borrowRate` and `borrowDepth`. An event should be emitted for significant transactions like this.  
(StratVLEV2.sol: L628)

## 4. Missing Return Value Handling

Issue:

IPancakeRouter02.addLiquidity is not a void-returning. Ignoring the return value might cause some unexpected exception, especially if the callee function doesn't revert automatically when failing.

(StratX2.sol: L234)

## Owner privileges (In the period when the owner is not renounced)

PufferToken.sol

- Owner can change the enable and disable of swap.

PufferFarm.sol

- Owner can change the referral bonus amount.
- Owner can change start harvest block and harvest time (affects to rewards lockup).

StratVLEV2.sol

- Owner can change the swap router address.
- Owner can change the buy back address.

StratX2.sol

- Owner can change the swap router address.
- Owner can change the buy back address.

PufferTimelock.sol

- Owner can change the delay.
- Owner can change the minimum delay.
- Owner can change the developer wallet address.

# Conclusion

Smart contracts contain medium severity issues!

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## ***TechRate note:***

***Please check the disclaimer above and note, the audit makes no statements or warranties on business model, investment attractiveness or code sustainability. The report is provided for the only contract mentioned in the report and does not include any other potential contracts deployed by Owner.***



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