



Mantle Network (Bridge Contracts)

Executive Summary

This audit report was prepared by Quantstamp, the leader in blockchain security.

Type	Bridge Contracts	Documentation quality	Medium
Timeline	2023-06-02 through 2023-06-16	Test quality	Undetermined
Language	Solidity	Total Findings	5 Fixed: 1 Acknowledged: 4
Methods	Architecture Review, Unit Testing, Functional Testing, Computer-Aided Verification, Manual Review	High severity findings ⓘ	1 Acknowledged: 1
Specification	package/contracts/docs		
Source Code	<ul style="list-style-type: none">mantlenetworkio/mantle#d627d24		

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Summary of Findings

During the audit, we found some issues that pose a risk to users of the Mantle bridge when bridging non-compatible tokens. In particular, [MANB-1](#) describes the possibility of locking funds if the users interact with the bridge contracts by sending the wrong parameters or non-compatible ERC-20 tokens.

Regarding testing, the reader is referred to [MANB-2](#). No test suite was provided to perform unit testing of the contracts in scope. Although the Mantle team states that

functional testing is ongoing in testnet deployments, we recommend implementing unit tests as well to get code coverage metrics. This will help to cover all possible paths in the codebase.

The audited contracts integrate with Mantle Network cross-chain messaging system. This system is out of scope.

After fix review: The developers addressed all issues by either fixing or acknowledging them. Issue **MANB-2** (Missing Test Suite) was acknowledged by the Mantle team. We still recommend implementing a proper test suite and code coverage metrics.

ID	DESCRIPTION	SEVERITY	STATUS
MANB-1	Not Compatible ERC-20 Tokens	• High ⓘ	Acknowledged
MANB-2	Missing/Limited Test Suite	• Medium ⓘ	Acknowledged
MANB-3	Missing Input Validation	• Low ⓘ	Fixed
MANB-4	Implementation Contract Can Be Initialized	• Low ⓘ	Acknowledged
MANB-5	Unlocked Pragma	• Informational ⓘ	Acknowledged

Assessment Breakdown

Quantstamp's objective was to evaluate the repository for security-related issues, code quality, and adherence to specification and best practices.

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Disclaimer

Only features that are contained within the repositories at the commit hashes specified on the front page of the report are within the scope of the audit and fix review. All features added in future revisions of the code are excluded from consideration in this report.

All cross-chain transport layer and future bridged L1/L2 tokens are out of the scope of this audit.

Possible issues we looked for included (but are not limited to):

- Transaction-ordering dependence
- Timestamp dependence
- Mishandled exceptions and call stack limits
- Unsafe external calls
- Integer overflow / underflow
- Number rounding errors
- Reentrancy and cross-function vulnerabilities
- Denial of service / logical oversights
- Access control
- Centralization of power
- Business logic contradicting the specification
- Code clones, functionality duplication
- Gas usage
- Arbitrary token minting

Methodology

1. Code review that includes the following
 1. Review of the specifications, sources, and instructions provided to Quantstamp to make sure we understand the size, scope, and functionality of the smart contract.
 2. Manual review of code, which is the process of reading source code line-by-line in an attempt to identify potential vulnerabilities.
 3. Comparison to specification, which is the process of checking whether the code does what the specifications, sources, and instructions provided to Quantstamp describe.
2. Testing and automated analysis that includes the following:
 1. 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.
 2. Symbolic execution, which is analyzing a program to determine what inputs cause each part of a program to execute.
3. Best practices review, which is a review of the smart contracts to improve efficiency, effectiveness, clarity, maintainability, security, and control based on the established industry and academic practices, recommendations, and research.
4. Specific, itemized, and actionable recommendations to help you take steps to secure your smart contracts.

Scope

All cross-chain transport layer and future bridged L1/L2 tokens are out of the scope of this audit.

Files Included

- packages/contracts/contracts/L1/messaging/L1StandardBridge.sol
- packages/contracts/contracts/L2/messaging/L2StandardBridge.sol

Findings

MANB-1

Not Compatible ERC-20 Tokens

• High ⓘ Acknowledged

Update

Marked as "Acknowledged" by the client. The client provided the following explanation:

Token transfers through the official canonical bridge require registration through our token list.

File(s) affected: L1StandardBridge.sol , L2StandardBridge.sol

Description: The accounting approach for deposits in L1StandardBridge.sol and burning and minting operations in L2StandardBridge.sol are not compatible with ERC-20 tokens that (but not limited to):

- Have a transfer, minting, or burning fee
- Are deflationary/inflationary (i.e. the balance of an account can change "arbitrarily", without a transfer operation)
- Its L2 version unexpectedly reverts when minting, burning, or transferring
- Its L2 version does not implement minting and burning operations properly (e.g. mints or burns more or fewer tokens than expected, leading to duplicate funds or issues when withdrawing from L2)
- Implement blocklists

Currently, the system allows anyone to deploy a compatible token in L2 and link it to an L1 token. Users are responsible for ensuring that the ERC-20 L2 token is correct and that its behavior is not in the abovementioned list. **Interacting with a non-compatible token will block user funds in L1StandardBridge.sol .**

Recommendation:

1. Users should be informed of this risk when interacting with the smart contracts directly ([Optimism Documentation](#)). If a user interface is expected to be the main access to the system, the available tokens should be verified by the Mantle team. We strongly recommend showing an alert when interacting with non-verified (and potentially non-compatible) tokens.
2. Consider implementing a token allowlist and only including tokens validated by the Mantle team.

MANB-2

Missing/Limited Test Suite

• Medium ⓘ

Acknowledged

i Update

Marked as "Acknowledged" by the client. The client provided the following explanation:

We will improve on it gradually.

Description: Although a test suite in the repository exists, it is from the original Optimism repository. The Mantle team stated that they do not have unit tests at this moment that cover the Mantle bridge contracts.

Recommendation: We strongly recommend adding unit tests (e.g. similar to the existing ones or adapting them).

MANB-3 Missing Input Validation

• Low ⓘ

Fixed

✓ Update

Marked as "Fixed" by the client. Addressed in:

a53dd956c6a1330742c00f46f30aee881f76b958 .

File(s) affected: L1StandardBridge.sol , L2StandardBridge.sol

Related Issue(s): [SWC-123](#)

Description: It is important to validate input data even if they come from trusted sources to reduce human error:

1. L1StandardBridge.initialize() needs to validate _l2TokenBridge and _l1BitAddress against address(0) as well since there is no setter for them.

2. `L2StandardBridge.constructor()` needs to validate `_l2CrossDomainMessenger` and `_l1TokenBridge` against `address(0)` as well since there is no setter for them.

Recommendation: We recommend adding the mentioned validations.

MANB-4

Implementation Contract Can Be Initialized

• Low ⓘ Acknowledged

Update

Marked as "Acknowledged" by the client. The client provided the following explanation:

We have resolved it during contract deployment.

File(s) affected: `L1StandardBridge.sol`

Description: `L1StandardBridge.initialize()` is a public function with no access control. If `L1StandardBridge` is deployed behind a proxy, anyone can initialize the implementation contract by calling `initialize()` with arbitrary values.

Although this does not affect the functionality of the project, it may open possible phishing or social engineering attacks (e.g. an attacker can try to impersonate Mantle).

If the contract is not deployed using a proxy, there is a possibility of front-running. After contract deployment, an attacker can call `initialize()`, needing to deploy the contract again.

Recommendation: Once deployed, make sure that the implementation contract is initialized to a random value (e.g. zero addresses). If no proxy is used, we recommend deploying and initializing the contract in a single transaction. The use of `Initializable` from OpenZeppelin can mitigate this also.

MANB-5

Unlocked Pragma

• Informational ⓘ Acknowledged

Update

Marked as "Acknowledged" by the client. The client provided the following explanation:

We plan to fix it in future releases. Implementing a new Solidity version immediately may introduce other unintended issues.

File(s) affected: L1StandardBridge.sol , L2StandardBridge.sol

Related Issue(s): [SWC-103](#)

Description: Every Solidity file specifies in the header a version number of the format `pragma solidity (^)0.8.*`. The caret (^) before the version number implies an unlocked pragma, meaning that the compiler will use the specified version *and above*, hence the term "unlocked".

Recommendation: For consistency and to prevent unexpected behavior in the future, we recommend removing the caret to lock the file onto a specific Solidity version. Consider using `pragma solidity 0.8.18`, the recommended compiler version at this moment.

Definitions

- **High severity** – High-severity issues usually put a large number of users' sensitive information at risk, or are reasonably likely to lead to catastrophic impact for client's reputation or serious financial implications for client and users.
- **Medium severity** – Medium-severity issues tend to put a subset of users' sensitive information at risk, would be detrimental for the client's reputation if exploited, or are reasonably likely to lead to moderate financial impact.
- **Low severity** – The risk is relatively small and could not be exploited on a recurring basis, or is a risk that the client has indicated is low impact in view of the client's business circumstances.
- **Informational** – The issue does not post an immediate risk, but is relevant to security best practices or Defence in Depth.
- **Undetermined** – The impact of the issue is uncertain.
- **Fixed** – Adjusted program implementation, requirements or constraints to eliminate the risk.
- **Mitigated** – Implemented actions to minimize the impact or likelihood of the risk.
- **Acknowledged** – The issue remains in the code but is a result of an intentional business or design decision. As such, it is supposed to be addressed outside the programmatic means, such as: 1) comments, documentation, README, FAQ; 2) business processes; 3) analyses showing that the issue shall have no negative consequences in practice (e.g., gas analysis, deployment settings).

Adherence to Best Practices

1. Instead of hardcoding constant values (commonly known as "magic numbers"), declare them as constants:
 - `L1StandardBridge._initiateERC20Deposit()` uses the hardcoded address of the `BIT` token. Add it as a constant to either the `L1StandardBridge` contract or to the `Lib_PredeployAddresses`.
 - `L1StandardBridge.finalizeDeposit()` uses the hardcoded interface ID for the `l2Token` contract. We recommend using the corresponding `IL2StandardERC20.interfaceId()`.

Appendix

File Signatures

The following are the SHA-256 hashes of the reviewed files. A file with a different SHA-256 hash has been modified, intentionally or otherwise, after the security review. You are cautioned that a different SHA-256 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.

Contracts

- `e1f...ac0` `./L2StandardBridge.sol`
- `f7a...79d` `./L1StandardBridge.sol`

Toolset

The notes below outline the setup and steps performed in the process of this audit.

Setup

Tool Setup:

- `Slither` v0.9.3

Steps taken to run the tools:

1. Install the Slither tool: `pip3 install slither-analyzer`
2. Run Slither from the project directory: `slither` .

Automated Analysis

Slither

Slither was used to get a static analysis of the repository. All the issues and recommendations are discussed in this report or classified as false positives.

Changelog

- 2023-06-16 - Initial report
- 2023-07-06 - Final report
- 2023-07-13 - Updated clarifications from Mantle team

About Quantstamp

Quantstamp is a global leader in blockchain security. Founded in 2017, Quantstamp's mission is to securely onboard the next billion users to Web3 through its best-in-class Web3 security products and services.

Quantstamp's team consists of cybersecurity experts hailing from globally recognized organizations including Microsoft, AWS, BMW, Meta, and the Ethereum Foundation. Quantstamp engineers hold PhDs or advanced computer science degrees, with decades of combined experience in formal verification, static analysis, blockchain audits, penetration testing, and original leading-edge research.

To date, Quantstamp has performed more than 500 audits and secured over \$200 billion in digital asset risk from hackers. Quantstamp has worked with a diverse range of customers, including startups, category leaders and financial institutions. Brands that Quantstamp has worked with include Ethereum 2.0, Binance, Visa, PayPal, Polygon, Avalanche, Curve, Solana, Compound, Lido, MakerDAO, Arbitrum, OpenSea and the World Economic Forum.

Quantstamp's collaborations and partnerships showcase our commitment to world-class research, development and security. We're honored to work with some of the top names in the industry and proud to secure the future of web3.

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